

Magma Fincorp Limited  
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21 March 2020

The Manager,  
Listing Department,  
**National Stock Exchange of India Limited**  
Exchange Plaza,  
Bandra- Kurla Complex, Bandra (E)  
Mumbai-400051

**Symbol : MAGMA**

**BSE Limited**

Corporate Relationship Department  
25th floor, Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai-400001

**Company Code: 524000**

Dear Sir,

**Sub: Intimation of Subscription to Rights Issue in Wholly Owned Subsidiary**  
**Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

In furtherance to our earlier letter dated 31 January 2020 under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 wherein it was informed that the Board of Directors at their meeting held on 31 January 2020 has approved an investment up to a sum of Rs. 100 Crores (Rupees One Hundred Crore Only) in the Equity Share Capital of Magma Housing Finance Limited, Wholly Owned Subsidiary (MHFL), to augment the subsidiary's lending business.

In this regard, we would like to further inform that the Management Committee of the Board which has been authorized in this regard at its meeting held today had approved subscription to 17,727,353 Equity shares of MHFL on right Issue basis at a price of Rs. 56.41 each (including premium of Rs. 46.41/- each) aggregating to Rs. 99,99,99,982.73/- (Rupees Ninety Nine Crores Ninety Nine Lakhs Ninety Nine Thousand Nine Hundred Eighty Two and Seventy Three paise only). Pursuant to said subscription MHFL continues to be the Wholly Owned Subsidiary of the Company. In accordance with the SEBI circular dated September 09, 2015, the details is enclosed as Annexure 1.

We hereby request you to take the matter on record.

**Thanking you,**

**Yours faithfully,**

**For Magma Fincorp Limited**

  
Shabnum Zaman  
Company Secretary

## Annexure-1

1.	Name of the target entity, details in brief such as size, turnover etc.;	Magma Housing Finance Limited (MHFL), wholly owned subsidiary (WOS) of the Company. Turnover as on 31 March 2019-Rs. 241.51 crores
2.	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at “arms length”;	Subscription of shares is pursuant to right issue by MHFL is a related party transaction and the same has been approved by the Audit Committee of the Board of Directors.
3.	Industry to which the entity being acquired belongs;	Housing Finance Business
4.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	To augment lending business of the wholly owned subsidiary.
5.	Brief details of any governmental or regulatory approvals required for the acquisition;	NA
6.	Indicative time period for completion of the acquisition;	The subscription to rights issue will be completed by Monday 23 March 2020.
7.	Nature of consideration - whether cash consideration or share swap and details of the same;	Cash
8.	Cost of acquisition or the price at which the shares are acquired;	Shares are subscribed at a price of Rs. 56.41 each (including premium of Rs. 46.41/- each).
9.	Percentage of shareholding / control acquired and / or number of shares acquired;	Pursuant to subscription of 17,727,353 Equity shares of MHFL, it continues to be the WOS of MFL.
10.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)	MHFL is a WOS and post the further investment under the said rights issue, it continues to remain a WOS.  MHFL is engaged in housing finance business  Date of incorporation: 21 April 2004  Last three years turnover: Turnover: FY 19 – Rs. 241.51 crores FY 18: Rs. 219.42 crore FY 17: Rs. 248.61 crore  MHFL has business operations in India.