

Magma Fincorp Limited
Regd. Office
Development House
24 Park Street, Kolkata 700 016
Tel : 91 7596067686
91 33 44017350
Fax : 91 33 44017429
CIN : L51504WB1978PLC031813
Web : www.magma.co.in



31 January 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: Unaudited Financial Results for the quarter ended 31 December 2019

Ref: Regulations 30 & 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations)

This is to inform you that the Board of Directors of the Company at their meeting held today i.e. 31 January 2020 has *inter-alia* approved the Standalone and Consolidated Unaudited Financial Results of the Company for the quarter ended 31 December 2019. The said results have been reviewed by the Audit Committee of the Board. The Board Meeting commenced at 9:30 A.M. and concluded at 02:45 P.M.

Pursuant to Regulation 33 of the Listing Regulations, we are enclosing herewith the Standalone and Consolidated Unaudited Financial Results of the Company along with the Limited Review Report of the Statutory Auditors, M/s B S R & Co., LLP, on the said results for your kind reference and record.

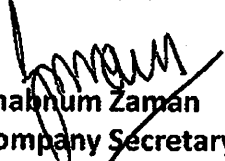
Pursuant to Regulation 30 of the Listing Regulations, please note that the investor's presentation is being sent separately and subsequently the same will be uploaded on the website of the Company.

This is for your information and record.

Kindly acknowledge receipt.

Thanking You,

For Magma Fincorp Limited


Shaheen Zaman
Company Secretary

Encl: As above

B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011
India

Telephone +91 (22) 4345 5300
Fax +91 (22) 4345 5399

Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date results of Magma Fincorp Limited under and Regulation 33 of the Securities and Exchange board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015

To Board of Directors of
Magma Fincorp Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Magma Fincorp Limited (“the Parent”) and its subsidiary (the Parent and its subsidiary together referred to as “the Group”), and its share of the net profit after tax and total comprehensive income of its joint ventures for the quarter ended 31 December 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Name of the Entity	Relationship
Magma Housing Finance Limited	Subsidiary
Jaguar Advisory Services Private Limited	Joint Venture
Magma HDI General Insurance Company Limited	Joint Venture

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

MA

Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date results of Magma Fincorp Limited under and Regulation 33 of the Securities and Exchange board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (continued)

6. We did not review the interim financial results of one subsidiary included in the Statement, whose interim financial results reflect total revenues of Rs 9,530.06 lacs and Rs 26,733.18 lacs, total net profit after tax of Rs 1,523.23 lacs and Rs 3,919.33 lacs, total comprehensive income of Rs 1,791.14 lacs and Rs 3,316.54 lacs, for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of Rs 170.87 lacs and Rs 321.13 lacs and total comprehensive (loss) / income of Rs (160.72) lacs and Rs 141.27 lacs for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the Statement, in respect of one joint venture, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary and joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matter.
7. The Statement also includes the Group's share of net profit after tax of Rs 0.18 lacs and Rs 11.79 lacs and total comprehensive income of Rs 47.88 lacs and Rs 153.60 lacs for the quarter ended 31 December 2019 and for the period 1 April 2019 to 31 December 2019, respectively, as considered in the Statement, in respect of one joint venture, based on their interim financial results which have not been reviewed/audited. According to the information and explanations given to us by the management, these interim financial results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

For **B S R & Co. LLP**

Chartered Accountants

Firm Registration Number: 101248W / W-100022



Manoj Kumar Vijai

Partner

Membership number:046882

UDIN:20046882AAAAA1967

Place: Mumbai

Date : 31 January 2020



MAGMA FINCORP LIMITED

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2019

(₹ in lacs)

Particulars	Quarter Ended			Year to Date		Year Ended
	31 December 2019	30 September 2019	31 December 2018	31 December 2019	31 December 2018	31 March 2019
	(Unaudited)*	(Unaudited)*	(Unaudited)*	(Unaudited)	(Unaudited)	(Audited)
1. Revenue						
(a) Interest income	56,330.77	60,080.38	56,041.57	176,529.11	166,387.89	224,975.68
(b) Rental income	1,114.87	825.18	656.76	2,749.11	2,048.41	2,768.78
(c) Fees and commission income	2,363.12	2,083.53	2,446.66	6,647.06	7,103.19	9,274.06
(d) Net gain on fair value changes	-	1.23	-	-	538.87	448.59
(e) Net gain on derecognition of financial instruments	1,097.25	3,288.54	3,352.85	4,385.79	7,462.51	7,986.38
Total revenue from operation	60,906.01	66,278.86	62,497.84	190,311.07	183,540.87	245,453.49
(a) Other income	2,327.16	1,404.41	919.40	5,799.07	4,376.21	5,885.57
Total revenue	63,233.17	67,683.27	63,417.24	196,110.14	187,917.08	251,339.06
2. Expenses						
(a) Finance costs	31,032.39	34,196.43	28,692.21	98,112.75	82,709.53	112,223.40
(b) Net loss on fair value changes	21.12	-	30.09	47.65	-	-
(c) Impairment on financial instruments	12,039.93	12,254.77	5,247.06	37,160.75	22,411.60	26,539.87
(d) Employee benefits expenses	10,993.17	11,085.94	11,120.51	34,062.09	32,738.26	43,663.79
(e) Depreciation and amortisation expense	1,949.85	1,958.89	1,204.49	5,725.09	3,663.89	5,046.39
(f) Other expenses	4,412.65	4,413.75	5,165.17	12,745.98	14,882.87	19,695.94
Total expenses	60,449.11	63,909.78	51,459.53	187,854.31	156,406.15	207,169.39
3. Profit before share of profit/(loss) of joint ventures and tax (1-2)	2,784.06	3,773.49	11,957.71	8,255.83	31,510.93	44,169.67
4. Share of profit/(loss) of joint ventures	171.05	303.42	(273.42)	332.92	231.57	66.42
5. Profit before tax (3+4)	2,955.11	4,076.91	11,684.29	8,588.75	31,742.50	44,236.09
6. Tax expense						
(a) Current tax - current year	785.30	1,738.96	622.47	3,230.53	5,120.06	2,992.00
- earlier year	(114.51)	-	184.02	(181.24)	145.09	376.42
(b) Deferred tax	45.51	(615.08)	3,479.23	(716.68)	4,606.69	10,467.04
Total tax expense	716.30	1,123.88	4,285.72	2,332.61	9,871.84	13,835.46
7. Profit for the period (5-6)	2,238.81	2,953.03	7,398.57	6,256.14	21,870.66	30,400.63
8. Other comprehensive income						
(a) (i) Items that will not be reclassified to profit and loss						
Remeasurements of the defined benefit plans	11.69	37.90	(115.70)	(168.91)	(175.04)	(208.43)
Share of profit of equity-accounted investee, net of tax	-	-	-	-	-	(1.35)
(ii) Income tax relating to items that will not be reclassified to profit and loss	(3.85)	(13.19)	38.67	58.96	61.45	73.12
(b) (i) Items that will be reclassified to profit and loss						
Debt Instruments through other comprehensive income	(24.53)	(1,417.37)	(534.15)	(1,363.10)	(4.64)	(1,022.87)
Share of profit of equity-accounted investee, net of tax	(112.84)	(111.12)	823.60	294.87	125.94	337.80
(ii) Income tax relating to items that will be reclassified to profit and loss	30.34	412.66	160.27	426.85	19.92	325.03
Total other comprehensive income	(99.19)	(1,091.12)	372.69	(751.33)	27.63	(496.70)
9. Total comprehensive income for the period (7+8)	2,139.62	1,861.91	7,771.26	5,504.81	21,898.29	29,903.93
10. Total comprehensive income for the period attributable to						
(a) Owners of the Company	2,139.62	1,861.91	7,771.26	5,504.81	21,898.29	29,903.93
(b) Non-controlling interests	-	-	-	-	-	-
11. Profit for the period attributable to						
(a) Owners of the Company	2,238.81	2,953.03	7,398.57	6,256.14	21,870.66	30,400.63
(b) Non-controlling interests	-	-	-	-	-	-
12. Other comprehensive income attributable to						
(a) Owners of the Company	(99.19)	(1,091.12)	372.69	(751.33)	27.63	(496.70)
(b) Non-controlling interests	-	-	-	-	-	-
13. Paid-up equity share capital (Face value of ₹ 2/- each)	5,388.66	5,387.20	5,386.03	5,388.66	5,386.03	5,386.48
14. Earnings per share (not annualised)						
(a) Basic (in ₹)	0.83	1.10	2.75	2.32	8.16	11.33
(b) Diluted (in ₹)	0.83	1.10	2.73	2.31	8.10	11.31

See accompanying notes to the financial results

* Refer Note 15



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MAGMA FINCORP LIMITED

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2019

- 1] The consolidated financial results of Magma Fincorp Limited ("the Company"), its subsidiary (collectively referred to as 'the Group') and its joint ventures have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. These financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - 'Interim Financial Reporting'.
- 2] The unaudited consolidated financial results for the quarter and nine month ended 31 December 2019 have been reviewed by the Audit Committee on 30 January 2020 and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same at its Meeting held on 31 January 2020.
- 3] The above consolidated financial results have been subjected to limited review by the statutory auditors of the Company as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). The reports of the statutory auditors are unqualified.
- 4] In accordance with Regulation 33 of the Listing Regulations, the Group shall publish consolidated financial results. The review report of the Statutory Auditors and financial results shall be filed with BSE Limited and National Stock Exchange of India Limited and shall be available on the Company's website www.magma.co.in or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 5] The consolidated financial results have been prepared in accordance with the Ind AS 110 (Consolidated Financial Statements) and Ind AS 111 (Joint Arrangements) and comprise of the financial results of Magma Fincorp Limited, its subsidiary, Magma Housing Finance Limited (MHFL) and its joint ventures, Magma HDI General Insurance Company Limited and Jaguar Advisory Services Private Limited.
- 6] The Group's operating segments are established in the manner consistent with the components of the Group that are evaluated regularly by the Chief Operating Decision Maker as defined in Ind AS 108 - 'Operating Segments'. The Group is engaged primarily in the business of financing and there are no separate reportable segments as per Ind AS 108.
- 7] During the quarter, the Company has allotted 72,600 equity shares of the face value of ₹ 2/- each to the eligible employees of the Company under Employee Stock Option Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, and with corresponding provision of SEBI (Share Based Employee Benefits) Regulations 2014, as amended from time to time. Consequent to the said allotment, the total paid-up equity share capital of the Company stands increased to 26,94,32,836 equity shares of ₹ 2/- each aggregating to ₹ 5,388.66 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 8] The Shareholders at their Annual General Meeting held on 01 August 2019 approved the payment of equity dividend @ 40% i.e. ₹ 0.80 per equity share of ₹ 2/- each for the financial year 2018-19. The Company has accordingly paid the equity dividend (including taxes) aggregating to ₹ 2,597.65 lacs to the shareholders appearing as on record date.
- 9] The listed Non Convertible Debentures of the Group as on 31 December 2019 are secured by exclusive charge on standard receivables of the Group and also by a subservient charge over certain immovable properties. The total asset cover is hundred percent or above of the principal amount of the said debentures.
- 10] The Group has adopted Ind AS 116 effective 01 April 2019, using the modified retrospective method. The Group has applied the standard to its leases with the cumulative impact recognised on the date of initial application (01 April 2019). Accordingly, previous period information has not been restated. This has resulted in recognizing a right-of-use asset and a corresponding lease liability. The effect of the adoption is not significant to the profit for the period.
- 11] During the quarter, the Nomination and Remuneration Committee of the Board of Directors has approved the change in the method of pricing of options. All unexercised or unvested options granted earlier under the MESOP Plan 2007 have been repriced at market price as on the date of such change, i.e. ₹ 39.45 for each option.
- 12] During the quarter, the Company has repurchased 200 number of Non Convertible Debentures of face values of ₹ 200 Crore from the existing holders of NCDs.
- 13] The Taxation Laws (Amendment) Ordinance, 2019, provide domestic companies a non-reversible option to pay corporate tax at concessional rate effective April 01, 2019, subject to certain conditions. The Company is evaluating its position with respect to adoption of reduced rates.
- 14] Unaudited Financial Results of Magma Fincorp Limited (Standalone Information):

(₹ in lacs)

Particulars	Quarter Ended			Year to Date		Year Ended
	31 December 2019	30 September 2019	31 December 2018	31 December 2019	31 December 2018	31 March 2019
	(Unaudited) ¹	(Unaudited) ¹	(Unaudited) ¹	(Unaudited)	(Unaudited)	(Audited)
1. Total revenue	53,909.44	59,236.06	57,142.14	170,810.43	170,448.89	228,474.56
2. Profit before tax	672.67	1,763.54	10,526.59	3,537.75	27,739.37	40,287.91
3. Profit for the period	539.95	1,209.29	6,657.13	2,533.94	18,861.01	27,512.87
4. Total comprehensive income for the period	285.69	1,234.19	6,553.42	2,090.53	18,787.37	27,330.58

¹ Refer Note 15

- 15] Figures for the quarter ended 31 December 2019 and 31 December 2018 are balancing figures between year to date figures upto third quarter and second quarter.
- 16] Previous year's /quarter's figures have been regrouped and rearranged wherever necessary to confer to the current quarter's/year's presentation.

By order of the Board
For Magma Fincorp Limited

(Signature)
Sudhakar Chabria
Vice Chairman and Managing Director
DIN No.: 00009894

Place : Mumbai
Dated : 31 January 2020

Corporate Office : Equinox Business Park, 2nd Floor, Tower 3, Off BKC, LBS Marg, Kurla West, Mumbai - 400 070
Registered Office : Development House, 24 Park Street, Kolkata - 700 016
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Phone: 033-4401 7350, Fax: 033-4401 7428; E-mail: shabnum.zaman@magma.co.in



Handwritten initials: B, W, R

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly standalone financial results and standalone year-to-date results under Regulation 33 of the Securities and Exchange board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015

To Board of Directors of
Magma Fincorp Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Magma Fincorp Limited ('the Company') for the quarter ended 31 December 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ('the Statement').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**
Chartered Accountants

Firm Registration Number: 101248W / W-100022



Manoj Kumar Vijai
Partner

Place: Mumbai
Date : 31 January 2020

Membership number: 046882
UDIN: 20046882 AAAAA08333



MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2019

(₹ in lacs)

Particulars	Quarter Ended			Year To Date		Year Ended
	31 December 2019	30 September 2019	31 December 2018	31 December 2019	31 December 2018	31 March 2019
	(Unaudited)*	(Unaudited)*	(Unaudited)*	(Unaudited)	(Unaudited)	(Audited)
1. Revenue						
(a) Interest income	48,671.17	53,293.24	50,319.36	155,112.77	150,608.97	203,654.55
(b) Rental income	1,114.87	825.18	656.76	2,749.11	2,048.41	2,768.78
(c) Fees and commission income	2,055.26	1,793.38	2,233.11	5,792.41	6,545.17	8,446.93
(d) Net gain on fair value changes	-	-	-	-	564.81	567.41
(e) Net gain on derecognition of financial instruments	-	2,157.58	3,203.71	2,157.58	6,631.60	7,676.93
Total revenue from operation	51,841.30	58,069.38	56,412.94	165,811.87	166,398.96	223,114.60
(a) Other income	2,068.14	1,166.68	729.20	4,998.56	4,049.93	5,359.96
Total revenue	53,909.44	59,236.06	57,142.14	170,810.43	170,448.89	228,474.56
2. Expenses						
(a) Finance costs	26,745.91	30,273.44	25,981.59	86,156.58	75,018.08	101,764.01
(b) Net loss on fair value changes	15.96	5.72	18.17	49.44	-	-
(c) Impairment on financial instruments	11,688.08	12,218.97	5,133.55	36,305.33	22,016.73	26,241.44
(d) Employee benefits expenses	9,117.96	9,299.97	9,755.10	28,378.91	28,878.20	38,040.90
(e) Depreciation and amortisation expense	1,863.29	1,835.15	1,196.83	5,490.85	3,642.24	5,015.63
(f) Other expenses	3,805.57	3,839.27	4,530.31	10,891.57	13,154.27	17,124.67
Total expenses	53,236.77	57,472.52	46,615.55	167,272.68	142,709.52	189,186.65
3. Profit before tax (1-2)	672.67	1,763.54	10,526.59	3,537.75	27,739.37	40,287.91
4. Tax expense						
(a) Current tax- current year	773.00	958.13	637.97	2,106.94	4,022.21	2,117.00
- earlier year	(85.31)	-	175.99	(149.40)	150.72	383.10
(b) Deferred tax	(554.97)	(403.88)	3,055.50	(953.73)	4,705.43	10,274.94
Total tax expense	132.72	554.25	3,869.46	1,003.81	8,878.36	12,775.04
5. Profit for the period (3-4)	539.95	1,209.29	6,657.13	2,533.94	18,861.01	27,512.87
6. Other comprehensive income						
(a) (i) Items that will not be reclassified to profit and loss						
Remeasurements of the defined benefit plans	7.63	36.92	(115.24)	(167.84)	(185.48)	(188.65)
(ii) Income tax relating to items that will not be reclassified to profit and loss	(2.67)	(12.90)	38.52	58.65	63.06	65.92
(b) (i) Items that will be reclassified to profit and loss						
Debt Instruments through other comprehensive income	(398.45)	1.35	(42.56)	(513.74)	73.92	(91.56)
(ii) Income tax relating to items that will be reclassified to profit and loss	139.23	(0.47)	15.57	179.52	(25.13)	32.00
Total other comprehensive income	(254.26)	24.90	(103.71)	(443.41)	(73.63)	(182.29)
7. Total comprehensive income for the period (5+6)	285.69	1,234.19	6,553.42	2,090.53	18,787.38	27,330.58
8. Paid-up equity share capital (Face value of ₹ 2/- each)	5,388.66	5,387.20	5,386.03	5,388.66	5,386.03	5,386.48
9. Earnings per share (not annualised)						
(a) Basic (in ₹)	0.20	0.45	2.47	0.94	7.04	10.25
(b) Diluted (in ₹)	0.20	0.45	2.45	0.94	6.99	10.24

See accompanying notes to the financial results

* Refer Note 13



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MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2019

- 1] The standalone financial results of Magma Fincorp Limited ("the Company") have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. These financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - 'Interim Financial Reporting'.
- 2] The unaudited standalone financial results for the quarter and nine months ended 31 December 2019 have been reviewed by the Audit Committee on 30 January 2020 and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same at its Meeting held on 31 January 2020.
- 3] The above standalone financial results have been subjected to limited review by the statutory auditors of the Company as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). The reports of the statutory auditors are unqualified.
- 4] The review report of the Statutory Auditors and financial results shall be filed with BSE Limited and National Stock Exchange of India Limited and shall be available on the Company's website www.magma.co.in or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 5] The Company's operating segments are established in the manner consistent with the components of the Company that are evaluated regularly by the Chief Operating Decision Maker as defined in Ind AS 108 - 'Operating Segments'. The Company is engaged primarily in the business of financing and there are no separate reportable segments as per Ind AS 108.
- 6] During the quarter, the Company has allotted 72,600 equity shares of the face value of ₹ 2/- each to the eligible employees of the Company under Employee Stock Option Plan pursuant to SEBI (ESOS and ESOS) Guidelines, 1999, and with corresponding provision of SEBI (Share Based Employee Benefits) Regulations 2014, as amended from time to time. Consequent to the said allotment, the total paid-up equity share capital of the Company stands increased to 26,94,32,836 equity shares of ₹ 2/- each aggregating to ₹ 5,388.66 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 7] The Shareholders at their Annual General Meeting held on 01 August 2019 approved the payment of equity dividend @ 40% i.e. ₹ 0.80 per equity share of ₹ 2/- each for the financial year 2018-19. The Company has accordingly paid the equity dividend (including taxes) aggregating to ₹ 2,597.65 lacs to the shareholders appearing as on record date.
- 8] The listed Non Convertible Debentures of the Company as on 31 December 2019 are secured by exclusive charge on standard receivables of the Company and also by a subservient charge over certain immovable properties. The total asset cover is hundred percent or above of the principal amount of the said debentures.
- 9] The Company has adopted Ind AS 116 effective 01 April 2019, using the modified retrospective method. The Company has applied the standard to its leases with the cumulative impact recognised on the date of initial application (01 April 2019). Accordingly, previous period information has not been restated. This has resulted in recognizing a right-of-use asset and a corresponding lease liability. The effect of the adoption is not significant to the profit for the period.
- 10] During the quarter, the Nomination and Remuneration Committee of the Board of Directors has approved the change in the method of pricing of options. All unexercised or unvested options granted earlier under the MESOP Plan 2007 have been repriced at market price as on the date of such change, i.e. ₹ 39.45 for each option.
- 11] During the quarter, the Company has repurchased 200 number of Non Convertible Debentures of face values of ₹ 200 Crore from the existing holders of NCDs.
- 12] The Taxation Laws (Amendment) Ordinance, 2019, provide domestic companies a non-reversible option to pay corporate tax at concessional rate effective April 01, 2019, subject to certain conditions. The Company is evaluating its position with respect to adoption of reduced rates.
- 13] Figures for the quarter ended 31 December 2018 and 31 December 2019 are balancing figures between year to date figures upto third quarter and second quarter.
- 14] Previous year's /quarter's figures have been regrouped and rearranged wherever necessary to confer to the current quarter's/year's presentation.

By order of the Board
For Magma Fincorp Limited

Sanjay Chauria
Vice Chairman and Managing Director

DIN No.: 00009894

Place - Mumbai

Dated : 31 January 2020

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