

16 July 2020

The Secretary,  
**BSE Limited**  
25<sup>th</sup> Floor, P. J. Towers, Dalal Street, Fort,  
Mumbai - 400 001

**Scrip Code No.524000**

Asst. Vice President,  
**National Stock Exchange of India Limited**  
"Exchange Plaza",  
Bandra-Kurla Complex, Bandra (E),  
Mumbai – 400 051

**Symbol : "MAGMA"**

Dear Sir,

**Sub: Disclosure of Related Party Transactions pursuant to Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")**

Pursuant to Regulation 23(9) of the Listing Regulations, enclosed please find the disclosure of related party transactions on a consolidated basis and balances, in the format specified in the applicable Accounting Standards for the year ended 31 March 2020.

This is for your information and records.

Thanking You,

**Yours faithfully,**

**For Magma Fincorp Limited**

  
**Shabnum Zaman**  
**Company Secretary**  
**ACS No. 13918**

## (i) Name of related parties and description of relationship:

**A Joint Venture**

Magma HDI General Insurance Company Limited  
Jaguar Advisory Services Private Limited

**B Key Managerial Personnel ('KMP')**

Mr. Mayank Poddar  
Mr. Sanjay Chamria  
Mr. Kailash Baheti  
Mrs. Shabnum Zaman

**Nature of Relationship**

Chairman Emeritus and Whole Time Director  
Vice Chairman and Managing Director  
Chief Financial Officer  
Company Secretary

**C Directors**

Mr. Narayan K Seshadri  
Mr. Satyabrata Ganguly  
Mr. Nabankur Gupta  
Ms. Madhumita Dutta-Sen  
Mr. V K Viswanathan  
Mr. Sunil Rewachand Chandiramani  
Mrs. Vijayalakshmi R Iyer  
Mr. Bontha Prasada Rao

Chairman and Independent Director  
Independent Director (upto 24 September 2019)  
Independent Director (upto 7 December 2018)  
Director (Upto 15 May 2019)  
Independent Director  
Independent Director (w.e.f 10 December 2019)  
Independent Director (w.e.f 31 January 2019)  
Independent Director (w.e.f 10 December 2019)

**D Private Company / Firm in which KMP / Director or his relative is Member or Director**

Celica Developers Private Limited  
Microfirm Capital Private Limited  
Magma Consumer Finance Private Limited  
CLP Business LLP

**E Relatives of Directors / KMP**

Mayank Poddar H U F  
Kalpana Poddar  
Ashita Poddar  
Harshvardhan Chamria  
Bimla Devi Baheti  
Shashi Baheti  
Apoorva Baheti  
Ankita Baheti  
Kailash Baheti HUF  
Mansi Poddar  
Shaili Poddar  
Adarsh Tulshan  
Sanjay Chamria (HUF)  
Banwarilal Chamria and Others(HUF)

## (ii) Related party transactions during the year and balance receivable from and payable to related parties as at the balance sheet date:

Name of related party	Nature of transaction	Transaction value for the year ended 31 March 2020	Outstanding amount as at 31 March 2020	Transaction value for the year ended 31 March 2019	Outstanding amount as at 31 March 2019
<b>A) Joint Venture</b>					
1 Magma HDI General Insurance Company Limited	Investment in equity shares	-	8,267.87	-	8,267.87
	Purchase of equity shares	-	-	2,055.56	-
	Short-term loans and advances given	21,321.02	1,133.35	21,809.25	965.87
	Adjustments of short-term loans and advances given	-	-	493.00	-
	Refund of short-term loans and advances given	21,153.54	-	20,962.50	-
	Claims Received	1.66	-	10.42	-
	Insurance commission income	1,710.10	67.82	1,730.64	125.01
	Insurance premium paid	11.91	-	16.98	-
	Subscription to public issue of NCD	7,500.00	7,500.00	-	-
	Interest accrued but not due on NCD	712.19	712.19	-	-
	**Share Application money paid	2,650.04	2,650.04	-	-
2 Jaguar Advisory Services Private Limited	Investment in equity shares	-	2.20	-	2.20
<b>B) Private Company in which director is member or director</b>					
1 Celica Developers Private Limited	Security Deposit refund	163.05	-	-	159.55
	Prepaid rent #	-	-	-	3.33
	Equity dividend	235.48	-	235.48	-
	Rent expense	-	-	253.30	-
	Loan Against Property Given	2,490.00	2,395.35	-	-
	Repayment of Loan Against Property	94.65	-	-	-
	Interest income	179.72	-	-	-
2 Magma Consumer Finance Pvt. Ltd.	Equity dividend paid	14.56	-	-	-
3 Microfirm Capital Pvt Ltd.	Equity dividend paid	272.13	-	272.13	-
4 CLP Business LLP	Rent expense	15.22	-	15.22	-
	Security deposit given	-	6.45	-	6.45

Name of related party	Nature of transaction	Transaction value for the year ended 31 March 2020	Outstanding amount as at 31 March 2020	Transaction value for the year ended 31 March 2019	Outstanding amount as at 31 March 2019
<b>C) Key management personnel</b>					
1 Mr. Mayank Poddar	Director's remuneration	168.40	-	168.40	-
2 Mr. Sanjay Chamria	Director's remuneration # #	224.40	-	224.40	-
	Provision for commission	-	-	270.00	270.00
3 Mr. Kailash Baheti	Salary	213.18	-	221.58	-
	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
	Equity dividend paid	0.40	-	-	-
4 Mrs. Shabnum Zaman	Salary	27.55	-	26.95	-
<b>D) Directors</b>					
1 Mr. Narayan K Seshadri	Sitting fees	18.00	-	20.10	-
	Commission	-	-	65.00	65.00
2 Mr. Nabankur Gupta	Sitting fees	-	-	8.00	-
	Commission	-	-	22.50	22.50
3 Mr. Satya Brata Ganguly	Sitting fees	13.50	-	18.10	-
	Commission	-	-	45.00	45.00
4 Mr. V K Viswanathan	Sitting fees	18.00	-	21.00	-
	Commission	-	-	45.00	45.00
5 Mrs. Madhumita Dutta Sen	Sitting fees	1.00	-	4.00	-
6 Mr. Sunil Rewachand Chandiramani	Sitting fees	3.30	-	-	-
7 Mrs. Vijayalakshmi R Iyer	Sitting fees	19.00	-	-	-
8 Mr. V K Viswanathan	Equity dividend paid	0.01	-	-	-
<b>E) Relatives of Directors</b>					
1 Mr. Harshvardhan Chamria	Salary	118.05	-	89.32	-
2 Kalpana Poddar	Rent expense	22.38	-	-	-
	Advances given / Prepaid Rent #	9.47	9.38	-	-
	Equity dividend paid	0.44	-	-	-
3 Ashita Poddar	Rent expense	11.19	-	-	-
	Advances given / Prepaid Rent #	4.73	4.69	-	-
	Equity dividend paid	0.13	-	-	-
4 Bimla Devi Baheti	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
5 Shashi Baheti	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
6 Apoorva Baheti	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
7 Ankita Baheti	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
8 Mansi Poddar	Equity dividend paid	2.28	-	-	-
9 Shaali Poddar	Equity dividend paid	1.00	-	-	-
10 Adarsh Tulshan	Equity dividend paid	0.04	-	-	-
<b>F) HUFs where Director/KMP is Karta/Member of HUF</b>					
1. Mayank Poddar H U F	Rent expense	11.19	-	-	-
	Advances given / Prepaid Rent #	4.73	4.69	-	-
2 Kailash Baheti HUF	Subscription to public issue of NCD	10.00	10.00	-	-
	Interest accrued but not due on NCD	0.89	0.89	-	-
3 Sanjay Chamria (HUF)	Subscription to public issue of NCD	25.00	25.00	-	-
	Interest accrued but not due on NCD	2.32	2.32	-	-
4 Banwarilal Chamria and Others(HUF)	Subscription to public issue of NCD	25.00	25.00	-	-
	Interest accrued but not due on NCD	2.32	2.32	-	-

Related parties identified includes related parties as per section 2(76) of the Companies Act, 2013.

Transactions with related parties have been identified on the basis of related party transactions disclosed in financial statement of the respective subsidiary.

# includes the impact of fair valuation of security deposits.

## Pursuant to inadequate profits due to additional provision made for Covid - 19, the existing managerial remuneration paid by the Company to its Vice Chairman and Managing Director during the current year is in excess of the limits laid down under Section 197 of the Companies Act, 2013 ('Act') read with Schedule V to the Act by ₹ 42.87 lakhs. The Company is in the process of obtaining approval from its shareholders vide special resolution at the forthcoming annual general meeting for such excess remuneration paid.

(iii) Compensation of key managerial personnel

	Year ended 31 March 2020	Year ended 31 March 2019
Short-term employee benefits	621.95	900.01
Post-employment defined benefit *	11.58	11.32
Share-based payments	-	-
	<u>633.53</u>	<u>911.33</u>

\*Excludes provision for encashable leave and gratuity for certain key management personnel as these are determined for the Company as a whole.

**Terms and conditions**

All transactions with these related parties are priced on an arm's length basis. Outstanding amount as at the end of the year, in respect of loan and advances are unsecured and to be settled in cash and / or adjusted against goods or services.