Magma Fincorp Limited
Regd. Office
Magma House
24 Park Street, Kolkata 700 016
Tel : 91 33 4401 7350 / 7200
Fax : 91 33 4401 7313
CIN : L51504WB1978PLC031813
Web : www.magma.co.in

MAGMA
Investing in the smallest dream

1 February 2018

Corporate Relationship Department
BSE Limited
25th Floor, P.J. Towers, Dalal Street, Fort,
Mumbai – 400 001

Company Code - 524000

The Manager
Listing Department,
National Stock Exchange of India Limited
"Exchange Plaza"
Bandra- Kurla Complex, Bandra (E),
Mumbai – 400 051

Symbol - MAGMA

Sub: Unaudited Financial Results (Standalone & Consolidated) along with Limited Review Report of the Statutory Auditors on the same for the quarter ended 31 December 2017

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

Dear Sir,

This is to inform you that the Board of Directors at its meeting held today i.e. 1 February 2018 has inter alia approved the Standalone and Consolidated Unaudited Financial Results of the Company for the quarter ended 31 December 2017. The said results has been reviewed by the Audit Committee of the Board. The Board Meeting commenced at 9:30 A.M. and concluded at 2:00 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.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Magma Fincorp Limited

Shabnum Zaman
Company Secretary
ACS No. 13918
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

Review report

To the Board of Directors
Magma Fincorp Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Magma Fincorp Limited ('the Company'), its subsidiaries and joint ventures (the Company, its subsidiaries and joint ventures constitute 'the Group') for the quarter ended 31 December 2017 and the year to date consolidated financial results for the period 1 April 2017 to 31 December 2017 (together known as 'the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the SEBI Regulations) as amended.

2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 1 February 2018. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review in accordance with the Standard on Review Engagement (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's 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. We did not review the condensed interim financial results of one joint venture included in the Statement which reflects total revenue of Rs 308 lakhs and Rs 639 lakhs for the quarter and nine months ended 31 December 2017 respectively and total profit after tax of Rs 187 lakhs and Rs 445 lakhs for the quarter and nine months ended 31 December 2017 respectively. This condensed interim financial results has been reviewed by other auditor whose report has been furnished to us by the Management. Our report on the Statement of the Group, in so far as it relates to the amounts and disclosures included in respect of this joint venture, is based solely on the reports of the other auditor.

5. We did not review the condensed interim financial results of two subsidiaries and one joint venture included in the Statement which reflects total revenue of Rs 8,355 lakhs and Rs 24,136 lakhs for the quarter and nine months ended 31 December 2017 respectively and total profit after tax of Rs 1,687 lakhs and Rs 3,380 lakhs for the quarter and nine months ended 31 December 2017 respectively. These condensed interim financial results have been furnished to us by management and our report on the Statement of the Group, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on such condensed interim financial results certified by management. Our opinion is not modified in respect of the said matter.

Review report (continued)

Magma Fincorp Limited

6. Based on our review conducted as mentioned in paragraphs 3 to 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W / W-100022

Manoj Kumar Vijai
Partner
Membership No:046882

Place: Mumbai
Date: 1 February 2018

MAGMA

MAGMA FINCORP LIMITED

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2017

(₹ in lacs)

Particulars		Quarter Ended			Year to Date		Year Ended
		31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	**Revenue**						
	(a) Revenue from operations	57,993.30	53,129.01	58,031.28	166,045.18	178,493.38	234,561.95
	(b) Operating result from general insurance business	64.88	25.69	30.86	67.46	(40.87)	(114.48)
	(c) Other income	986.01	1,816.75	1,350.21	4,727.64	1,103.76	5,498.69
	Total revenue (net)	**59,044.19**	**54,971.45**	**59,412.35**	**170,839.92**	**182,556.27**	**239,945.16**
2	**Expenses**						
	(a) Employee benefits expense	9,479.51	8,903.53	7,685.65	27,245.51	22,687.74	29,332.02
	(b) Finance costs	22,066.90	22,805.45	27,215.80	68,894.79	86,853.61	112,544.47
	(c) Depreciation and amortisation expense	1,185.33	1,169.62	1,367.45	3,640.20	3,620.26	4,850.13
	(d) Provisions and bad debts written-off	10,180.12	7,485.61	10,471.05	26,810.39	28,757.55	60,685.05
	(e) Brokerage and commission	2,469.67	2,416.58	2,690.39	7,172.30	8,275.89	11,278.36
	(f) Other expenses	1,422.12	4,222.21	4,342.01	13,074.02	12,527.74	16,675.11
	Total expenses	**49,803.61**	**47,003.00**	**53,772.35**	**146,837.31**	**162,722.79**	**235,266.04**
3	**Profit from ordinary activities before tax (1-2)**	**9,240.58**	**7,968.45**	**5,640.00**	**24,002.61**	**19,833.48**	**4,679.12**
4	**Tax expense**						
	(a) Current tax	2,030.54	2,950.98	4,173.11	7,334.68	9,254.68	1,500.08
	(b) Deferred tax	708.04	132.02	(2,181.66)	773.25	(2,886.03)	1,905.81
	Total tax expense	**2,738.58**	**3,083.00**	**1,991.45**	**8,107.93**	**6,368.65**	**3,405.89**
5	**Net Profit from ordinary activities after tax (3-4)**	**6,502.00**	**4,885.45**	**3,648.55**	**15,894.68**	**13,464.83**	**1,273.23**
6	Minority interest	-	8.12	(70.35)	-	17.22	(772.04)
7	**Net Profit after taxes and minority interest (5-6)**	**6,502.00**	**4,877.33**	**3,718.90**	**15,894.68**	**13,447.61**	**2,045.27**
8	Paid-up equity share capital (Face value of ₹ 2/- each)	4,739.47	4,739.47	4,738.67	4,739.47	4,738.67	4,739.19
9	Reserves and surplus						212,474.18
10	Earnings per share (not annualised)						
	(a) Basic (in ₹)	2.74	2.06	1.57	6.71	5.68	0.86
	(b) Diluted (in ₹)	2.74	2.05	1.57	6.69	5.66	0.86

See accompanying notes to the financial results

Consolidated Segment Reporting for the Quarter and Nine Month Period Ended 31 December 2017

(₹ in lacs)

Particulars		Quarter Ended			Year to Date		Year Ended
		31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	**REVENUE**						
	(a) Finance and mortgages	58,760.92	54,508.92	59,113.74	169,681.84	181,274.13	238,354.38
	(b) General insurance	126.53	109.18	133.90	262.67	249.17	361.36
	(c) Others	156.74	353.35	164.71	895.71	1,032.97	1,229.72
	TOTAL REVENUE	**59,044.19**	**54,971.45**	**59,412.35**	**170,839.92**	**182,556.27**	**239,945.16**
2	**RESULT - PROFIT BEFORE TAX**						
	(a) Finance and mortgages	9,188.61	7,715.58	5,588.36	23,497.16	19,330.57	4,106.74
	(b) General insurance	96.51	107.66	116.36	229.67	231.63	294.76
	(c) Others	(44.54)	145.21	(64.72)	275.78	271.28	277.62
	TOTAL	**9,240.58**	**7,968.45**	**5,640.00**	**24,002.61**	**19,833.48**	**4,679.12**
3	**ASSETS**						
	(a) Finance and mortgages	1,279,758.73	1,247,813.13	1,421,330.30	1,279,758.73	1,421,330.30	1,309,673.86
	(b) General insurance	50,492.89	46,568.96	41,661.82	50,492.89	41,661.82	43,354.01
	(c) Others	6,448.10	6,827.80	7,017.16	6,448.10	7,017.16	6,693.54
	TOTAL	**1,336,699.72**	**1,301,210.19**	**1,470,009.28**	**1,336,699.72**	**1,470,009.28**	**1,359,521.41**
4	**LIABILITIES**						
	(a) Finance and mortgages	1,069,103.77	1,039,134.52	1,203,688.16	1,069,103.77	1,203,688.16	1,104,197.80
	(b) General insurance	41,033.53	37,185.65	32,458.86	41,033.53	32,458.86	33,879.01
	(c) Others	406.20	541.15	943.83	406.20	943.83	811.04
	TOTAL	**1,110,543.50**	**1,076,861.32**	**1,237,091.85**	**1,110,543.50**	**1,237,091.85**	**1,138,888.45**

MAGMA

MAGMA FINCORP LIMITED

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2017

Notes :

1] The unaudited consolidated financial results have been reviewed by the Audit Committee 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 01 February 2018.

2] The Statutory Auditors have carried out limited review of the consolidated financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.

3] In accordance with Regulation 33 of the Listing Regulations, the Company shall publish consolidated financial results. The standalone financial results of the Company is available on the Company's website www.magma.co.in or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).

4] The consolidated financial results have been prepared in accordance with the Accounting Standard 21 (Consolidated Financial Statements) and Accounting Standard 27 (Financial Reporting of Interests in Joint Ventures) and comprise of the financial results of Magma Fincorp Limited, its subsidiaries, Magma ITL Finance Limited ('MITL') and Magma Housing Finance Limited ('MHFL') (Formerly Magma Housing Finance (A Public Company with Unlimited Liability)) and Joint Venture Companies, Magma HDI General Insurance Company Limited ('MHDI') and Jaguar Advisory Services Private Limited ('JASPL').

5] The Board of Directors and Shareholders of the Company at their meeting held on 20 June 2017 and 02 August 2017 had approved the Scheme of Merger under Section 230 read with Section 233 of the Companies Act, 2013 and Rules made thereunder (the 'Scheme') for merger of its wholly owned subsidiary, Magma Advisory Services Limited ('MASL') with the Company by transferring the Undertaking (as defined in the Scheme) of such subsidiary to the Company with effect from 01 April 2017, being the Appointed date and / or Closing Date as provided in the Scheme. The Central Government through Regional Director, Eastern Region, Ministry of Corporate Affairs has passed a Confirmation Order dated 15 January 2018 pursuant to the provisions of Section 233 of the Companies Act, 2013 approving the merger of MASL with the Company. Consequently, the results for 31 December 2017 have been prepared giving effect to the merger. The impact on revenue and profit before tax is ₹ 0.91 lacs and ₹ (1.72) lacs, respectively for the quarter and nine month period ended 31 December 2017.

Further by virtue of the said merger, Magma Housing Finance Limited ('MHFL') (erstwhile a wholly owned subsidiary of MASL and step down subsidiary of the Company) has now become a direct wholly owned subsidiary of the Company.

6] During the previous quarter, the Company had acquired 26% equity shares of Magma ITL Finance Limited ('MITL'), a subsidiary company, from International Tractors Limited ('ITL') (erstwhile Joint Venture Partner). Pursuant to the said acquisition, MITL has become a wholly owned subsidiary of the Company.

7] The Board of Directors of the Company at its Meeting held on 09 November 2017 had approved the Scheme of Merger under Section 230- 232 of the Companies Act, 2013 read with Section 233 and read with Rules made thereunder (the 'Scheme') for merger of its wholly owned subsidiary, Magma ITL Finance Limited ('MITL') with the Company by transferring the Undertaking (as defined in the Scheme) of such subsidiary to the Company with effect from 01 October 2017, being the Appointed date and / or Effective Date as provided in the Scheme. Pursuant to the Scheme there shall be no change in shareholding pattern and capital structure of the Company and the entire shareholding that the Company holds in MITL shall stand cancelled. The Scheme is subject to approval of shareholders creditors of the respective Companies and National Company Law Tribunal, Kolkata Bench.

8] During the quarter, the Nomination and Remuneration Committee of the Board of Directors has granted 90,000 options at an exercise price of ₹ 120/- per share under Magma Employee Stock Option Plan 2007 ('MESOP 2007'). Further, the Committee at its meeting held on 31 January 2018 has granted 75,000 options at an exercise price of ₹ 120/- per share under MESOP 2007. These options has been granted to the eligible employees of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).

9] The Nomination and Remuneration Committee at its meeting held on 31 January 2018 has allotted 55,000 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 23,70,28,672 equity shares of ₹ 2/- each aggregating to ₹ 4,740.57 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.

10] As required by RBI Notification DNBR (PD) CC No. 002/03.10.001/2014-15 dated 10 November 2014, the Company proposes to adopt the revised Non-Performing Assets ('NPA') norms applicable for the year ending 31 March 2018, in a phased manner over the financial year. During the quarter and nine month period ended 31 December 2017, the Company has made provision of ₹ 68.81 lacs and ₹ 1,892.07 lacs respectively, (including income de-recognition) towards loans which are overdue for over three months. Accordingly, the profit before tax for the quarter and nine month period ended 31 December 2017 is lower to the extent of ₹ 68.81 lacs and ₹ 1,892.07 lacs respectively.

11] The listed Non Convertible Debentures of the Company as on 31 December 2017 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.

12] The Company has reported segment wise information as per Accounting Standard 17 (Segment Reporting) as prescribed under Section 133 of the Companies Act, 2013. As the operations of the Company are conducted through its subsidiaries and joint ventures within India, there is no separate reportable geographical segment.

13] Unaudited Financial Results of Magma Fincorp Limited (Standalone Information) :

(₹ in lacs)

Particulars	Quarter Ended			Year to Date		Year Ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Total income from operations	50,886.20	47,901.81	49,962.91	147,658.61	153,691.23	202,204.50
2 Profit from ordinary activities before tax	7,139.24	5,563.24	4,577.86	18,561.17	16,080.10	1,070.81
3 Net Profit from ordinary activities after tax	4,738.35	3,687.03	2,943.86	12,332.73	10,858.83	609.68

14] Figures for current quarter are not comparable with previous quarter and corresponding quarter of previous year as current quarter figures are impacted by merger of Magma Advisory Services Limited, erstwhile a wholly owned subsidiary, with effect from 01 April 2017. Accordingly, figures for current quarter and nine month period are not comparable with previous quarter and previous year corresponding nine month period.

15] Previous year's / quarter's figures have been regrouped and rearranged wherever necessary.

By order of the Board
For **Magma Fincorp Limited**

Sanjay Chamria
Vice Chairman and Managing Director
DIN 00009894

Place : Mumbai
Dated : 01 February 2018

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

Review report

To the Board of Directors
Magma Fincorp Limited

1. We have reviewed the accompanying Statement of unaudited financial results of Magma Fincorp Limited ('the Company') for the quarter ended 31 December 2017 and year to date results for the period 1 April 2017 to 31 December 2017 ('the Statement'). This Statement has been prepared by the Company pursuant to Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the SEBI Regulations).

2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 1 February 2018. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review in accordance with the Standard on Review Engagement (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's 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 accounting standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W / W-100022

Manoj Kumar Vijai
Partner
Membership No: 046882

Place: Mumbai
Date: 1 February 2018

MAGMA

MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2017

(₹ in lacs)

	Particulars	Quarter Ended			Year to Date		Year Ended
		31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	**Revenue**						
	(a) Revenue from operations	49,831.07	46,073.01	48,785.25	142,908.46	150,113.05	197,297.85
	(b) Other income	1,055.13	1,828.80	1,177.66	4,750.15	3,578.18	4,906.65
	Total revenue	**50,886.20**	**47,901.81**	**49,962.91**	**147,658.61**	**153,691.23**	**202,204.50**
2	**Expenses**						
	(a) Employee benefits expense	8,298.71	7,796.86	5,923.52	23,633.83	17,280.84	23,020.76
	(b) Finance costs	18,883.59	19,401.64	22,576.73	58,600.00	72,275.88	93,788.05
	(c) Depreciation and amortisation expense	1,178.95	1,163.21	1,361.80	3,621.04	3,603.17	4,828.69
	(d) Provisions and bad debts written-off	9,053.46	7,810.27	9,114.74	24,599.63	25,550.80	34,252.29
	(e) Brokerage and commission	2,365.28	2,319.52	2,551.58	6,847.93	7,844.78	10,606.68
	(f) Other expenses	3,966.97	3,847.07	3,856.68	11,795.01	11,054.66	14,657.05
	Total expenses	**43,746.96**	**42,338.57**	**45,385.05**	**129,097.44**	**137,611.13**	**201,133.69**
3	**Profit from ordinary activities before tax (1-2)**	**7,139.24**	**5,563.24**	**4,577.86**	**18,561.17**	**16,080.10**	**1,070.81**
4	**Tax expense**						
	(a) Current tax	1,635.23	1,710.00	3,838.78	5,393.19	8,107.98	(530.07)
	(b) Deferred tax	765.66	166.21	(2,204.78)	835.25	(2,886.71)	791.20
	Total tax expense	2,400.89	1,876.21	1,634.00	6,228.44	5,221.27	461.13
5	**Net Profit from ordinary activities after tax (3-4)**	**4,738.35**	**3,687.03**	**2,943.86**	**12,332.73**	**10,858.83**	**609.68**
6	Paid-up equity share capital (Face value of ₹ 2/- each)	4,739.47	4,739.47	4,738.67	4,739.47	4,738.67	4,739.19
7	Reserves and surplus						199,050.19
8	Earnings per share (not annualised)						
	(a) Basic (in ₹)	2.00	1.56	1.24	5.20	4.58	0.26
	(b) Diluted (in ₹)	1.99	1.55	1.24	5.19	4.57	0.26

See accompanying notes to the financial results

MAGMA

MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Month Period Ended 31 December 2017

Notes :

1] The unaudited standalone financial results have been reviewed by the Audit Committee 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 01 February 2018.

2] The Statutory Auditors have carried out limited review of the standalone financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.

3] The Board of Directors and Shareholders of the Company at their meeting held on 20 June 2017 and 02 August 2017 had approved the Scheme of Merger under Section 230 read with Section 233 of the Companies Act, 2013 and Rules made thereunder (the 'Scheme') for merger of its wholly owned subsidiary, Magma Advisory Services Limited ('MASL') with the Company by transferring the Undertaking (as defined in the Scheme) of such subsidiary to the Company with effect from 01 April 2017, being the Appointed date and / or Closing Date as provided in the Scheme. The Central Government through Regional Director, Eastern Region, Ministry of Corporate Affairs has passed a Confirmation Order dated 15 January 2018 pursuant to the provisions of Section 233 of the Companies Act, 2013 approving the merger of MASL with the Company. Consequently, the results for 31 December 2017 have been prepared giving effect to the merger. The impact on revenue and profit before tax is ₹ 0.91 lacs and ₹ (1.72) lacs, respectively for the quarter and nine month period ended 31 December 2017.

Further by virtue of the said merger, Magma Housing Finance Limited ('MHFL') (erstwhile a wholly owned subsidiary of MASL and step down subsidiary of the Company) has now become a direct wholly owned subsidiary of the Company.

4] During the previous quarter, the Company had acquired 26% equity shares of Magma ITL Finance Limited ('MITL'), a subsidiary company, from International Tractors Limited ('ITL') (erstwhile Joint Venture Partner). Pursuant to the said acquisition, MITL has become a wholly owned subsidiary of the Company.

5] The Board of Directors of the Company at its Meeting held on 09 November 2017 had approved the Scheme of Merger under Section 230- 232 of the Companies Act, 2013 read with Section 233 and read with Rules made thereunder (the 'Scheme') for merger of its wholly owned subsidiary, Magma ITL Finance Limited ('MITL') with the Company by transferring the Undertaking (as defined in the Scheme) of such subsidiary to the Company with effect from 01 October 2017, being the Appointed date and / or Effective Date as provided in the Scheme. Pursuant to the Scheme there shall be no change in shareholding pattern and capital structure of the Company and the entire shareholding that the Company holds in MITL shall stand cancelled. The Scheme is subject to approval of shareholders/creditors of the respective Companies and National Company Law Tribunal, Kolkata Bench.

6] During the quarter, the Nomination and Remuneration Committee of the Board of Directors has granted 90,000 options at an exercise price of ₹ 120/- per share under Magma Employee Stock Option Plan 2007 ('MESOP 2007'). Further, the Committee at its meeting held on 31 January 2018 has granted 75,000 options at an exercise price of ₹ 120/- per share under MESOP 2007. These options has been granted to the eligible employees of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).

7] The Nomination and Remuneration Committee at its meeting held on 31 January 2018 has allotted 55,000 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 23,70,28,672 equity shares of ₹ 2/- each aggregating to ₹ 4,740.57 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.

8] As required by RBI Notification DNBR (PD) CC No. 002/03.10.001/2014-15 dated 10 November 2014, the Company proposes to adopt the revised Non-Performing Assets ('NPA') norms applicable for the year ending 31 March 2018, in a phased manner over the financial year. During the quarter and nine month period ended 31 December 2017, the Company has made provision of ₹ 124.33 lacs and ₹ 1,720.99 lacs respectively, (including income de-recognition) towards loans which are overdue for over three months. Accordingly, the profit before tax for the quarter and nine month period ended 31 December 2017 is lower to the extent of ₹ 124.33 lacs and ₹ 1,720.99 lacs respectively.

9] The listed Non Convertible Debentures of the Company as on 31 December 2017 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.

10] As per paragraph 4 of Accounting Standard 17 (Segment Reporting) prescribed under Section 133 of the Companies Act, 2013, segment reporting needs to be presented only on the basis of consolidated financial results. In view of this, segment information has been presented in the consolidated financial results.

11] Figures for current quarter are not comparable with previous quarter and corresponding quarter of previous year as current quarter figures are impacted by merger of Magma Advisory Services Limited, erstwhile a wholly owned subsidiary, with effect from 01 April 2017. Accordingly, figures for current quarter and nine month period are not comparable with previous quarter and previous year corresponding nine month period.

12] Previous year's / quarter's figures have been regrouped and rearranged wherever necessary.

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria
Vice Chairman and Managing Director
DIN : 00009894

Place : Mumbai
Dated : 01 February 2018

Corporate Office : Equinox Business Park, 2nd Floor, Tower 3, Off BKC, LBS Marg, Kurla West, Mumbai - 400 070
Registered Office : Magma House, 24 Park Street, Kolkata - 700 016
Website : www.magma.co.in, CIN : L51504WB1978PLC031813
Phone: 033-4401 7200/350, Fax: 033-4402 7731, E-mail: shabnum.zaman@magma.co.in