Review Report

To the Board of Directors
Magma Fincorp Limited

1. We have jointly reviewed the accompanying Statement of Unaudited Financial Results ('the Statement') of Magma Fincorp Limited ('the Company') for the quarter ended 30 June 2012, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in their meeting held on 12 July 2012. Our responsibility is to issue a report on the Statement based on our review. The financial results for all periods prior to the quarter ended 31 December 2011, included in the statement were reviewed or audited earlier by S. S. Kothari & Co., Chartered Accountants, the then sole statutory auditor of the Company whose reports have been furnished to B S R & Co., Chartered Accountants, and which have been relied upon for the purpose of our joint review of the Statement.

2. 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of the 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.

3. Based on our review conducted as mentioned in paragraphs 2 above, nothing has come to our notice that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

Zubin Shekary
Partner
Membership No.: 048814

Kolkata
12 July 2012

B S R & Co.
Plot No. G-1
10th Flr.
Block EP & GP
Sector V,
Salt Lake City
Kol-91
Infinity Benchmark

For **S. S. Kothari & Co.**
Chartered Accountants
Firm's Registration No.: 302034E

R. N. Bardhan
Partner
Membership No.: 017270

Kolkata
12 July 2012

S. S. KOTHARI & CO.
KOLKATA
Chartered Accountants