



Magma Fincorp Limited
Regd. Office
Magma House
24 Park Street, Kolkata 700 016
T: 91 33 4401 7350 / 7200
F: 91 33 2264 7424, 4402 7727
E: magma@magma.co.in



October 31, 2013

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) along with Limited Review Report of the Statutory Auditors on the same for the Quarter ended 30th September, 2013- Intimation under Clause 41 of the Listing Agreement

Dear Sir,

Pursuant to the Clause 41 of the Listing Agreement, please find enclosed herewith the Standalone Unaudited Financial Results along with Limited Review Report of Statutory Auditors of the Company for the quarter ended 30th September, 2013. The said results have been reviewed by the Audit Committee at their meeting held on 30.10.2013 and taken on record and approved by the Board of Directors of the Company at their meeting held today i.e. 31.10.2013.

Thanking you,

Yours faithfully,
For **Magma Fincorp Limited**

Jitendra Maheshwari
Senior Manager-Secretarial



MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Six Month Period Ended 30 September 2013

Part - I		Quarter Ended			Year to Date		(Rs. in lacs)
Particulars		30 September 2013	30 June 2013	30 September 2012	30 September 2013	30 September 2012	31 March 2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Income from operations						
	(a) Revenue from operations	43,481.77	43,662.89	36,114.61	87,144.66	66,593.62	151,095.32
	Total income from operations (net)	43,481.77	43,662.89	36,114.61	87,144.66	66,593.62	151,095.32
2.	Expenses						
	(a) Employee benefits expense	4,932.65	4,924.39	4,522.50	9,857.04	9,210.21	20,283.36
	(b) Depreciation and amortisation expense	886.80	863.63	738.58	1,750.43	1,947.84	3,670.12
	(c) Contingent provision against standard assets	20.00	120.00	330.00	140.00	690.00	1,200.00
	(d) Provision for non performing assets and bad debts written-off	4,012.49	3,141.79	1,720.99	7,154.28	2,915.68	7,405.27
	(e) Brokerage and commission	2,640.83	2,616.71	2,253.29	5,257.54	4,038.16	9,154.00
	(f) Other expenses	2,953.31	2,701.06	3,422.32	5,654.37	5,862.91	12,246.26
	Total expenses	15,446.08	14,367.58	12,987.68	29,813.66	24,664.80	53,959.01
3.	Profit from operations before other income and finance costs (1-2)	28,035.69	29,295.31	23,126.93	57,331.00	41,928.82	97,136.31
4.	Other income						
	(a) Market entry fee (net)	-	-	-	-	1,395.52	1,395.52
	(b) Other income	1,964.79	2,050.12	1,644.57	4,014.91	3,212.37	8,124.32
5.	Profit from ordinary activities before finance costs (3+4)	30,000.48	31,345.43	24,771.50	61,345.91	46,536.71	106,656.15
6.	Finance costs	26,177.26	25,463.41	21,625.66	51,640.67	39,661.91	88,740.44
7.	Profit from ordinary activities before tax (5-6)	3,823.22	5,882.02	3,145.84	9,705.24	6,874.80	17,915.71
8.	Tax expense (includes deferred tax)	762.80	1,546.97	1,042.91	2,309.77	2,222.38	5,635.74
9.	Net Profit from ordinary activities after tax (7-8)	3,060.42	4,335.05	2,102.93	7,395.47	4,652.42	12,279.97
10.	Paid-up equity share capital (Face value of Rs.2/- each)	3,801.73	3,799.14	3,797.84	3,801.73	3,797.84	3,799.14
11.	Reserves and surplus						113,560.97
12.	Earnings per share (not annualised)						
	(a) Basic (in Rs.)	1.43	2.09	0.96	3.52	2.16	5.75
	(b) Diluted (in Rs.)	1.43	2.09	0.96	3.51	2.16	5.74

See accompanying notes to the financial results

Part - II

Select Information for the Quarter and Six Month Period Ended 30 September 2013

A. PARTICULARS OF SHAREHOLDING

Particulars	Quarter Ended			Year to Date		Year Ended
	30 September 2013	30 June 2013	30 September 2012	30 September 2013	30 September 2012	31 March 2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Public shareholding						
- Number of shares	126,154,612	126,024,812	125,960,062	126,154,612	125,960,062	126,024,812
- Percentage of shareholding	66.37%	66.34%	66.33%	66.37%	66.33%	66.34%
2. Promoters and Promoter group shareholding						
a) Pledged / encumbered						
- Number of shares	-	2,631,124	5,123,280	-	5,123,280	4,843,576
- % of shares (as a % of the total shareholding of promoter and promoter group)	-	4.12%	8.01%	-	8.01%	7.58%
- % of shares (as a % of the total share capital of the Company)	-	1.39%	2.70%	-	2.70%	2.55%
b) Non-encumbered						
- Number of shares	63,931,963	61,300,839	58,808,683	63,931,963	58,808,683	59,088,387
- % of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	95.88%	91.99%	100.00%	91.99%	92.42%
- % of shares (as a % of the total share capital of the Company)	33.63%	32.27%	30.97%	33.63%	30.97%	31.11%

B. INVESTOR COMPLAINTS

Particulars	Quarter Ended 30 September 2013
Pending at the beginning of the quarter	Nil
Received during the quarter	1
Disposed-off during the quarter	1
Remaining unresolved at the end of the quarter	Nil





MAGMA FINCORP LIMITED

Statement of Standalone Unaudited Financial Results for the Quarter and Six Month Period Ended 30 September 2013

Standalone Statement of Assets and Liabilities

		(Rs. in lacs)	
Particulars		As at 30 September 2013	As at 31 March 2013
		(Unaudited)	(Audited)
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital		15,646.01	19,943.62
(b) Reserves and surplus		119,494.73	113,560.97
Sub-total - shareholders' funds		135,140.74	133,504.59
2. Non-current liabilities			
(a) Long-term borrowings		325,833.57	328,646.84
(b) Deferred tax liabilities (net)		5,072.69	5,614.95
(c) Long-term provisions		10,207.64	6,743.06
Sub-total - non-current liabilities		341,113.90	341,004.85
3. Current liabilities			
(a) Short-term borrowings		503,198.70	543,571.97
(b) Trade payables		18,947.38	24,588.77
(c) Other current liabilities		171,587.71	127,203.43
(d) Short-term provisions		1,346.23	4,316.56
Sub-total - current liabilities		695,080.02	699,680.73
TOTAL - EQUITY AND LIABILITIES		1,171,334.66	1,174,190.17
B. ASSETS			
1. Non-current assets			
(a) Fixed assets		16,626.49	17,441.57
(b) Non-current investments		22,366.85	22,052.42
(c) Long-term loans and advances		636,844.27	614,909.77
(d) Other non-current assets		14,165.94	17,334.51
Sub-total - non-current assets		690,003.55	671,738.27
2. Current assets			
(a) Current investments		8,388.11	6,491.79
(b) Trade receivables		911.24	680.60
(c) Cash and bank balances		46,154.27	116,396.28
(d) Short-term loans and advances		416,374.62	370,178.53
(e) Other current assets		9,502.87	8,704.70
Sub-total - current assets		481,331.11	502,451.90
TOTAL - ASSETS		1,171,334.66	1,174,190.17

Notes :

- The unaudited 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 31 October 2013.
- The Statutory Auditor has carried out a limited review of the unaudited standalone financial results as required under Clause 41 of the Listing Agreement and has issued an unqualified opinion thereon.
- Based on the recommendation of the Investment Committee of the Board of Directors, the Board of Directors at their meeting held on 26 June 2013 approved making of application to Reserve Bank of India (RBI) for Banking License in terms of the Guidelines for Licensing of New Banks in the Private Sector dated 22 February 2013 and the associated clarifications issued by the RBI on 03 June 2013. The application was submitted to RBI on 01 July 2013.
- During the quarter, the Company has allotted on preferential basis on 24 July 2013, 1,29,800, Equity Shares of the face value of Rs. 2/- each under Employee Stock Option Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999 to the eligible employees of the Company. Consequently, the total paid-up capital of the Company stands increased to 190,086,575 Equity Shares of the face value of Rs. 2/- each aggregating to Rs. 3,801.73 lacs.
- During the quarter ended 30 June 2012, the Company had received a one time market entry fee from the Talanx AG Group, Germany, per Market Entry Agreement for providing support and market entry assistance in relation to general insurance business in India. Expenses attributable towards earning this fee income had been deducted therefrom.
- As per paragraph 4 of Accounting Standard 17 (Segment Reporting) notified by the Companies (Accounting Standards) Rules 2006, 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.
- The comparatives for the quarter and six month period ended 30 September 2012 have not been restated to reflect the retrospective early adoption of the proposed RBI provisioning guideline in December 2012.



Place : Kolkata
Dated : 31 October 2013

Registered Office : Magma House, 24 Park Street, Kolkata - 700 016

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria
Sanjay Chamria
Vice Chairman and Managing Director

B S R & Co. LLP

Chartered Accountants

Maruthi Info-Tech Centre
11-12/1 Inner Ring Road
Koramangala
Bangalore 560 071 India

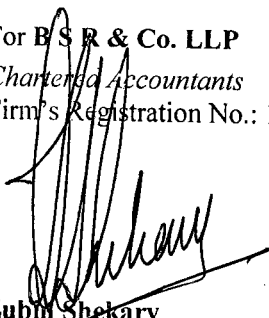
Telephone: + 91 80 3980 6000
Fax: + 91 80 3980 6999

Review Report

To,
The Board of Directors of Magma Fincorp Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results ('the Statement') of Magma Fincorp Limited ('the Company') for the quarter ended 30 September 2013 and the six month period ended on that date, 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 31 October 2013. Our responsibility is to issue a report on the Statement based on our review. The financial results for all periods for the year ended 31 March 2013, included in the Statement were jointly reviewed or audited earlier by S. S. Kothari & Co., Chartered Accountants and B S R & Co., Chartered Accountants, the then joint statutory auditors of the Company. The previous reports issued on the financial results included in the Statement are unqualified.
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 paragraph 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. LLP**
Chartered Accountants
Firm's Registration No.: 101248W


Zubin Shekary
Partner

Membership No.: 048814

Kolkata
31 October 2013