

18th April, 2011

National Stock Exchange of India Limited
Exchange Plaza Bandra- Kurla Complex
Bandra (E), Mumbai-400051

SYMBOL : MAGMA

The Secretary
The Bombay Stock Exchange Limited
Corporate Relationship Department
25th floor, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001

SCRIP CODE : 524000

Dear Sir,

Sub : Audited Financial Results for the year ended 31st March, 2011
Ref: Clause 20 and 41 of the Listing Agreement

This is to inform you that the Board of Directors of the Company at their Meeting held today have approved the Audited Accounts for the year ended 31.3.2011. In compliance with the provisions of Clause 20 and Clause 41 of the Listing Agreement, we are enclosing herewith a copy of Audited Financial Results of the Company for the year ended 31st March, 2011 which was taken on record by the Board of Directors of the Company at their Meeting held today i.e. 18th April, 2011

The Board of Directors of the Company have also proposed, subject to the approval of the Shareholders at the Annual General Meeting dividend as under:

1. On Equity Shares @ 30% i.e Rs. 0.60/- Per Equity Share of Rs.2/- each;

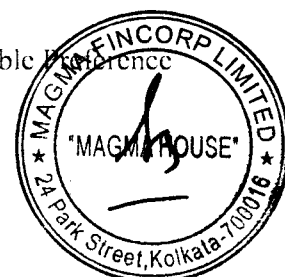
2. On Preference Shares:

a) a 9.70 % dividend on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each for the period from 1.4.2010 to 17.2.2011 and 9.70% on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 80/- each (reduced to Rs.80/- upon redemption of 1st instalment of Rs.20/- each per share on 17th Feb, 2011) for the period from 18.2.2011 to 31.3.2011;

b) a 5 % dividend on 30,00,000 Cumulative Non-convertible Redeemable Preference Shares of Rs. 100 each;

c) a 3.70656 % dividend on 65,00,999 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each;

d) a 12% dividend on 25,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each for the period from 30.6.2010 to 31.3.2011 ;



e) a 9.60% dividend on 10,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each for the period from 19th June, 2010 to 31st March, 2011 ;

f) a 1% dividend on 21,09,199 Cumulative Non Convertible Redeemable Preference Shares of Rs. 100 each for the previous year ended 31 March 2010.

As required under the provisions of Clause 20 of the Listing Agreement, please find detailed below the following information:-

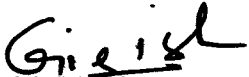
Sl. No	Particulars	(Rs. In Lacs)	
		For the year ended	
		31 st March, 2011	31 st March, 2010
1	Total Income	84732.98	70,300.89
2	Gross Profit	19835.17	13582.70
3	Interest and Finance Charge	33813.00	31,624.96
4	Provision for Depreciation	2785.07	3278.58
5	Profit before Tax	17050.10	10,304.12
6	Provision for Tax	6568.93	3834.20
7	Provision for Deferred Tax	(962.15)	(176.11)
8	Profit after-Deferred Tax	11443.32	6646.03
	Add: Surplus Brought Forward	10191.97	6677.91
	Balance Available for Appropriation	21635.29	13,323.94
	- Statutory Reserves	2290.00	1330.00
	- General Reserve	1150.00	500.00
	Provision for Dividend		
	- On Preference Shares	961.53	599.28
	- On Equity Shares	778.64	517.39
	- Dividend Tax	282.42	185.30
	Balance carried forward to next year	16172.70	10,191.97

This is for your information and record.

Kindly acknowledge receipt.

Thanking You,

Yours Faithfully,
MAGMA FINCORP LIMITED


Girish Bhatia
 (Company Secretary)

Encl: As above

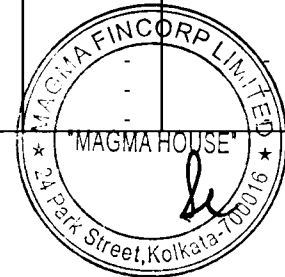


MAGMA FINCORP LIMITED

Financial Results for the Quarter and Audited for the Year Ended 31st March 2011

(Rs. in lacs)

Particulars	Consolidated				Standalone			
	Quarter Ended		Year To Date		Quarter Ended		Year To Date	
	31st March 2011	31st March 2010	31st March 2011	31st March 2010	31st March 2011	31st March 2010	31st March 2011	31st March 2010
	(Unaudited)	(Unaudited)	(Audited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1. Income From Operations	25,851.83	20,162.85	81,903.98	65,658.80	25,318.27	19,556.70	79,001.82	63,653.11
2. Other Operating Income	1,086.33	1,485.24	5,330.13	6,277.77	1,318.54	1,485.24	5,562.04	6,277.77
Total Operating Income (A)	26,938.16	21,648.09	87,234.11	71,936.57	26,636.81	21,041.94	84,563.86	69,930.88
3. Staff Cost	3,965.57	2,617.67	13,464.99	10,533.55	3,965.57	2,617.67	13,464.99	10,533.55
4. Depreciation and Amortisation	662.09	777.61	2,785.07	3,278.58	662.09	777.61	2,785.07	3,278.58
5. Provision for Standard Assets	1,148.00	-	1,148.00	-	1,090.00	-	1,090.00	-
6. Brokerage & Commission	2,395.47	1,657.69	7,009.07	5,021.72	2,395.17	1,657.69	7,006.42	5,021.72
7. Bad Debts Written-off	245.18	1,418.27	2,408.43	4,083.48	348.34	1,355.96	2,463.29	4,001.85
8. Other Operative & Administrative Expenses	2,439.06	2,158.71	7,132.15	5,838.38	2,783.27	2,060.61	7,060.11	5,536.11
Total Operating Expenditure (B)	10,855.37	8,629.95	33,947.71	28,755.71	11,244.44	8,469.54	33,869.88	28,371.81
9. Profit From Operations Before Other Income & Interest (A-B)	16,082.79	13,018.14	53,286.40	43,180.86	15,392.37	12,572.40	50,693.98	41,559.07
10. Other Income	39.54	79.95	169.12	370.01	39.54	79.95	169.12	370.01
11. Profit Before Interest & Tax	16,122.33	13,098.09	53,455.52	43,550.87	15,431.91	12,652.35	50,863.10	41,929.08
12. Interest & Finance Charges	9,524.18	8,872.37	35,234.54	32,504.56	9,161.33	8,604.36	33,813.00	31,624.96
13. Profit Before Tax	6,598.15	4,225.72	18,220.98	11,046.31	6,270.58	4,047.99	17,050.10	10,304.12
14. Tax Expense (Includes Deferred Tax)	2,104.74	1,579.90	6,006.38	3,914.20	1,985.31	1,515.36	5,606.78	3,658.09
15. Profit After Tax	4,493.41	2,645.82	12,214.60	7,132.11	4,285.27	2,532.63	11,443.32	6,646.03
16. Share of Minority Interest in Profit / (Loss)	54.12	29.43	200.55	126.40	-	-	-	-
17. Profit After Tax & Minority Interest	4,439.29	2,616.39	12,014.05	7,005.71	4,285.27	2,532.63	11,443.32	6,646.03
18. Paid-Up Equity Share Capital (Face Value Rs. 2/- per share)	2,595.47	2,177.71	2,595.47	2,177.71	2,595.47	2,177.71	2,595.47	2,177.71
19. Reserves & Surplus	-	-	54,629.23	33,048.95	-	-	53,680.33	32,670.78
20. Earning Per Share								
- Basic (In Rs.)	3.17	2.32	8.57	5.79	3.05	2.24	8.12	5.46
- Diluted (In Rs.)	3.09	2.31	8.38	5.78	2.98	2.24	7.94	5.45
21. Public Shareholding								
- Number Of Shares	75,746,047	54,806,585	75,746,047	54,806,585	75,746,047	54,806,585	75,746,047	54,806,585
- Percentage Of Shareholding	58.37%	50.33%	58.37%	50.33%	58.37%	50.33%	58.37%	50.33%
22. Promoters and promotor group Shareholding								
a) Pledged/Encumbered								
- Number of Shares	-	-	-	-	-	-	-	-
- % of Shares (to total shareholding of promotor and promotor group)	-	-	-	-	-	-	-	-
- % of Shares (to total share capital of the Company)	-	-	-	-	-	-	-	-





MAGMA FINCORP LIMITED

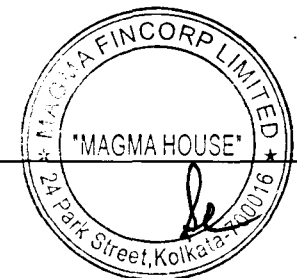
Financial Results for the Quarter and Audited for the Year Ended 31st March 2011

b) Non-encumbered									
- Number of Shares	54,027,503	54,079,115	54,027,503	54,079,115	54,027,503	54,079,115	54,027,503	54,079,115	54,079,115
- % of Shares (to total shareholding of promotor and promotor group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- % of Shares (to total share capital of the Company)	41.63%	49.67%	41.63%	49.67%	41.63%	49.67%	41.63%	49.67%	49.67%

Interim disclosure of Balance Sheet items

(Rs. in lacs)

Particulars	Consolidated		Standalone	
	As at		As at	
	31st March 2011	31st March 2010	31st March 2011	31st March 2010
	(Audited)	(Audited)	(Audited)	(Audited)
Shareholders' Funds				
(a) Share Capital	17,283.83	13,787.91	17,283.83	13,787.91
(b) Optionally Convertible Equity Warrants	1,250.00	-	1,250.00	-
(b) Reserves and Surplus	54,629.23	33,048.95	53,680.33	32,670.78
Total Shareholders' Funds	73,163.06	46,836.86	72,214.16	46,458.69
Minority Interest	983.51	522.96	-	-
Subordinated Non-Convertible Perpetual Debentures (Tier I Capital)	5,500.00	3,000.00	5,500.00	3,000.00
Subordinated Redeemable Non-Convertible Debentures (Tier II Capital)	35,420.00	21,800.00	35,420.00	21,800.00
Loan Funds	418,324.69	340,633.13	399,921.77	331,909.07
Deferred Tax Liability	3,808.96	4,789.02	3,829.40	4,791.55
Total	537,200.22	417,581.97	516,885.33	407,959.31
Fixed Assets	18,712.97	20,795.87	18,712.97	20,795.87
Investments	1,138.44	1,911.64	2,988.38	3,021.58
Current Assets, Loans and Advances				
(a) Assets on Finance	451,429.04	330,136.73	428,374.76	318,158.65
(b) Stock-in-Trade	17.17	17.17	17.17	17.17
(c) Sundry Debtors	549.58	710.81	606.25	744.65
(d) Cash & Bank Balances	100,753.13	97,090.65	100,427.60	96,845.68
(e) Other Current Assets	10.67	36.18	10.67	36.18
(f) Loans and Advances	16,555.04	15,596.77	16,448.16	16,225.26
Less: Current Liabilities and Provisions				
(a) Current Liabilities	42,177.13	43,401.68	41,037.93	42,689.12
(b) Provisions	9,788.69	5,312.17	9,662.70	5,196.61
Total Net Current Assets, Loans and Advances	517,348.81	394,874.46	495,183.98	384,141.86
Total	537,200.22	417,581.97	516,885.33	407,959.31





MAGMA FINCORP LIMITED

Financial Results for the Quarter and Audited for the Year Ended 31st March 2011

Notes :

- 1] The audited 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 18th April 2011.
- 2] The consolidated financial statements have been prepared in accordance with the Accounting Standard 21 (Consolidated Financial Statements) and comprise of the financial results of Magma Fincorp Limited and its subsidiary, Magma ITL Finance Limited.
- 3] Pursuant to the approval of the shareholders at the Annual General Meeting held on 15th July 2010, each equity shares of the face value of Rs. 10/- each has been sub-divided into five equity shares of the face value of Rs. 2/- each on record date of 16th August 2010. Accordingly, the EPS has been recalculated based on face value of Rs. 2/- each for the current year and for the earlier years as required by Accounting Standard 20 (Earnings Per Share).
- 4] The Board of Directors at their meeting considered and recommended an Equity Dividend @ 30% i.e. Rs. 0.60/- per Equity Shares of Rs. 2/- each and Preference Dividends of 9.7%, 5%, 3.71%, 9.6% and 12% for the financial year 2010-11 and @ 1% on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100/- each for the financial year 2009-10, subject to approval of the Shareholders.
- 5] The Company had entered into an agreement with HDI Gerling International Holding AG.(HDI), part of the Talanx AG Group, Germany for the purposes of undertaking general insurance business in India through Magma HDI General Insurance Company Limited (the "Insurance Company") subject to necessary regulatory approvals. Pursuant to the application seeking licence for carrying on the business of general insurance in India, the Insurance Company has since received the approval for its R1 application and is in the process of obtaining the R2 approval from the Insurance Regulatory Development Authority.
- 6] The Reserve Bank of India (RBI) vide its Notification No. DNBS. 223/CGM (US) – 2011 dated 17th January 2011 has issued directions to all NBFCs to make provision of 0.25% against standard assets with immediate effect. Accordingly, the Company has made provision of Rs. 1,148.00 lacs including Rs. 58.00 lacs pertaining to Subsidiary Company during the year against standard assets which has been charged to Profit and Loss Account. The above provision is treated as Tier II Capital.
- 7] The Company is engaged primarily in the business of financing in India and as such no separate information as per Accounting Standard 17 (Segment Reporting) is required to be furnished.
- 8] Previous year / quarter figures are regrouped / restated, wherever found necessary.
- 9] During the quarter, no complaints received. There were no complaints pending on 31st March 2011.

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria

Vice Chairman and Managing Director

Place : Kolkata - 700 016

Dated : 18th April 2011

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