

April 19, 2011

The Secretary,
Corporate Relationship Department,
Bombay Stock Exchange Limited,
25th Floor, P. J. Towers, Dalal Street, Fort,
Mumbai - 400 001.

(Company Code - 524000)

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

(Symbol - MAGMA)

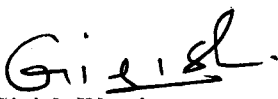
Dear Sir,

Sub: Press Release in respect of Audited Financial Results for the year ended 31st March, 2011 and Fourth Quarter ended 31st March, 2011

Enclosed herewith please find the Press Release on the Performance of the Company for the Financial Year ended 31st March, 2011 and Fourth Quarter ended 31st March, 2011

This is for your information and record.

Thanking You,
Yours faithfully,
For **MAGMA FINCORP LIMITED**


Girish Bhatia
(Company Secretary)

Encl: As above

Q4, FY11

Magma Fincorp PAT up 70%

Registers 41% growth in Disbursement

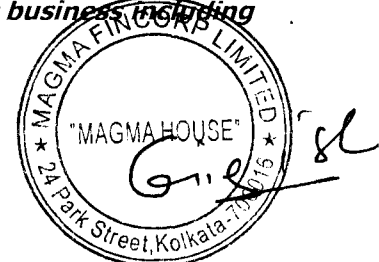
Annual PAT up 71% to Rs. 122.1 crore,
Disbursement up 33% to 5415 crore,
Collection Efficiency at 101.7%,
NIM of 5%, CAR of 18.2%
AUM Rs 10907 crore as on 31 March '11

Mumbai, 19 April 2011: The fourth quarter results of Magma Fincorp Limited reflected strong all round performance by the company for the financial year. It reflected significant increase in disbursements, Revenue, PBT, PAT and in Assets under Management (AUM) over corresponding quarter last year. The disbursements increased at a steady 41% to 1955 crore while revenue increased 24% to Rs 269.8 crore. The company recorded Profit before Tax (PBT) of Rs 66.4 crore and Profit after Tax (PAT) of Rs 44.9 crore, an increase of 57% and 70% respectively over the corresponding period last year.

The AUM as on 31 March 2011 was Rs 10907 crore.

Magma has witnessed high growth in all the four quarters and Q4 was the best ever for the company. The annual results of the company reflect the interventions made by the company during the last three years in terms of strengthening its processes, underwriting norms and performance parameters. Magma registered annual disbursements of Rs 5415 crore, up 33% over the FY 10, resulting in improvement in its market share in the Car, Tractor and Commercial vehicle segments. Annual revenues grew by a solid 21% to record Rs 874 crore and PAT registered in FY 11 was the highest ever for the company at Rs 122.1 crore, up 71%. Incidentally, this is the first time the company registered PAT of over 100 crores in a financial year. Annual EPS and CAR stood at Rs.8.38 (up 45%) and 18.2% respectively.

Commenting on the company's performance, **Mr Sanjay Chamria, Vice Chairman and Managing Director, Magma Fincorp Limited** said, "Magma has responded brilliantly to the market opportunities in all the product segments, be it commercial vehicles, car or the high yield products such as Tractors, Suvidha (refinance) or SME Loans. Aligned with the rapid growth in primary sales, Magma too has been able to grow its disbursements in Q4 by 41%. We successfully increased the share of our high yield products to 19% from 13% which along with superior Treasury Management and efficiency in handling cost of funds ensured we achieved NIM of 5.0% for the year. ***The proudest highlight of our performance of the year is our collections efficiency which touched new high and has now set new industry benchmark at 101.7%. As a consequence, our write offs have gone down considerably from Rs. 41 crores in FY 10 to Rs 24 crores for FY 11 which translates into an all time low 0.24% of the AUM. This stupendous performance reflects our portfolio quality and our unflinched faith in our process pertaining to various aspects of our business, including***



the underwriting norms. On account of stringent write off policies and exemplary collections focus, Magma continues to have ZERO Gross and Net NPA/s.

"With the expansion of its network in the Western and Southern markets, Magma is now at the cusp of an explosive growth and is looking to grow its topline by 50% during FY 12 with specific focus on the High yield segments of tractors, used CVs and SME segment. The High yield segment is targeted to contribute 25% of the disbursements for the year which will take our NIM upto 5.25% from the 5% for FY 11.

About Magma Fincorp Limited

Magma Fincorp Limited ("Magma") is a non-deposit taking non-banking finance company (NBFC), registered with the Reserve Bank of India (RBI) as an Asset Finance Company. The Company, having started operations over two decades back, is listed on the Bombay Stock Exchange Limited and the National Stock Exchange in India.

Magma provides a bouquet of financial products including financing of Utility Vehicles & Cars, Commercial Vehicles, Construction Equipments, Tractors and SME Loans. Magma has a dedicated base of over 2.36 lac customers and has assets of INR 10907 crores under management. The company has 172 branches in 20 states and 1 union territory and employs about 5150 people.

Magma has signed a joint venture with HDI Gerling, part of Talanx Group, Germany's third largest insurance group to start a general insurance company in India, which since has received R1 license from the insurance regulator.

www.magma.co.in

For more details, please contact:

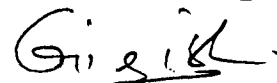
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***Certified To Be True Copy
For MAGMA FINCORP LIMITED***


GIRISH BHATIA
Company Secretary