



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



8th May, 2015

The Manager,
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza,
Bandra- Kurla Complex, Bandra (E).
Mumbai-400051

Symbol : MAGMA

BSE Limited
Corporate Relationship Department
25th floor, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001

Company Code: 524000

Dear Sir,

Sub: Audited Financial Results for the year ended 31st March, 2015
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 31.03.2015. In compliance with the provisions of Clause 20 and Clause 41 of the Listing Agreement, we are enclosing herewith Audited Financial Results of fourth quarter and Financial Year ended 31st March, 2015 along with the report from Statutory Auditors which has been taken on record by the Board of Directors of the Company at their Meeting held today i.e. 8th May, 2015.

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 @ 40% i.e Re. 0.80 per Equity Share of the face value of Rs. 2/- each;

2. On Preference Shares:

a) 9.7 % i.e. Rs. 9.70 pro-rata per share dividend on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 20/- each for the period from 01.04.2014 to 16.02.2015 (Both days inclusive), the shares were then redeemed on 17th February, 2015;

b) 3.61% i.e. Rs. 3.61/- pro-rata per share dividend on 65,00,999 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 60/- each for a day i.e, 01.04.2014 and 3.61% i.e. Rs. 3.61 /- pro-rata per share dividend on 65,00,999 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 40/- each (reduced to Rs. 40/- upon redemption of 3rd instalment of Rs. 20/- each on 2nd April, 2014) for the period from 02.04.2014 to 31.03.2015 (both days inclusive).

d) 12% i.e. Rs. 12/- per share dividend on 25,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each;





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e) 9.6% i.e. Rs. 9.60/- per share dividend on 10,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each;

f) 0.50% i.e. 0.50 paise pro-rata per share dividend on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 40/- each for the period from 01.04.2013 to 16.02.2014 (both days inclusive) and 0.50% i.e. 0.50 paise pro-rata per share dividend on 21,09,199 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 20/- each (reduced to Rs. 20/- upon redemption of 4th instalment of Rs. 20/- each per share on 17th February, 2014) for the period from 17.02.2014 to 31.03.2014 (both days inclusive).

g) 11% i.e. Rs. 11/- per share dividend on 36,00,000 Cumulative Redeemable Non-Convertible Preference Shares of Rs. 100/- each.

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

(Rs. in Laacs)

Sl. No	Particulars	For the year ended	
		31 st March, 2015	31 st March, 2014
1	Total Income	204,595.25	187,584.82
2	Gross Profit (Before Depreciation and Tax but after Interest and Finance Charge)	20,962.22	21,153.63
3	Interest and Finance Charge	106,144.01	1,05,516.19
4	Provision for Depreciation	3451.50	3,314.00
5	Profit before Tax	17510.72	17,839.63
6	Provision for Tax	4746.70	6,241.52
7	Provision for Deferred Tax	(2142.73)	(1,959.21)
8	Profit after Deferred Tax	14906.75	13,557.32
	Add: Surplus Brought Forward	29876.14	23,483.66
	Balance Available for Appropriation	44782.89	37,040.98
	- Statutory Reserves	2990	2,751.85
	- Provision for Dividend		
	- On Preference Shares	973.16	1,083.85
	- On Equity Shares	1523.41	1,520.96
	- Dividend Tax	508.14	442.68
	- General Reserve	1502.40	1,365.50
	Balance carried forward to next year	37,285.78	29,876.14





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Further, this is to inform you that the 35th Annual General Meeting (AGM) of the Members of the Company will be held on Saturday, the 1st day of August, 2015 and pursuant to Clause 20 of the Listing Agreement the dividend to be declared at the AGM shall be paid /dispatched on or before 30th August, 2015.

This is for your information and record.

Kindly acknowledge receipt.

Thanking You,

Yours Faithfully,
Magma Fincorp Limited


Kailash Baheti
Company Secretary
ACS No. 5612
Address:
26, Prince Anwar Shah Road,
Flat - 5C, Block Tudor,
Kolkata – 700 033

Encl: As above

MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2015

Part - I					
(₹ in lacs)					
Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
1. Income from operations					
(a) Revenue from operations	53,143.37	52,409.08	48,413.69	201,877.45	184,677.78
Total income from operations (net)	53,143.37	52,409.08	48,413.69	201,877.45	184,677.78
2. Expenses					
(a) Employee benefits expense	8,474.44	7,360.69	6,084.41	28,969.74	21,309.13
(b) Depreciation and amortisation expense	1,200.43	837.06	794.72	3,451.50	3,314.00
(c) Contingent provision against standard assets	(100.00)	90.00	(330.00)	290.00	(90.00)
(d) Provision for non-performing assets and bad debts written-off	4,892.68	7,029.50	4,745.54	21,965.61	16,233.18
(e) Brokerage and commission	3,139.94	3,176.86	2,980.99	12,435.60	11,027.04
(f) Other expenses	3,583.44	3,358.20	4,085.43	13,828.07	12,435.65
Total expenses	21,190.93	21,852.31	18,361.09	80,940.52	64,229.00
3. Profit from operations before other income and finance costs (1-2)	31,952.44	30,556.77	30,052.60	120,936.93	120,448.78
4. Other income	534.96	602.99	645.01	2,717.80	2,907.04
5. Profit from ordinary activities before finance costs (3+4)	32,487.40	31,159.76	30,697.61	123,654.73	123,355.82
6. Finance costs	26,546.91	27,064.91	26,390.05	106,144.01	105,516.19
7. Profit from ordinary activities before tax (5-6)	5,940.49	4,094.85	4,307.56	17,510.72	17,839.63
8. Tax expense (includes deferred tax)	1,328.47	711.78	1,231.74	2,603.97	4,282.31
9. Net Profit from ordinary activities after tax (7-8)	4,612.02	3,383.07	3,075.82	14,906.75	13,557.32
10. Paid-up equity share capital (Face value of ₹ 2/- each)	3,808.52	3,802.40	3,802.40	3,808.52	3,802.40
11. Reserves and surplus				134,546.62	122,599.31
12. Earnings per share (not annualised)					
(a) Basic (in ₹)	2.27	1.62	1.48	7.22	6.47
(b) Diluted (in ₹)	2.26	1.62	1.48	7.19	6.46

See accompanying notes to the financial results

Balancing figures

Part - II

Select Information for the Quarter and Year Ended 31 March 2015

A. PARTICULARS OF SHAREHOLDING

Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Public shareholding					
- Number of shares	126,493,912	126,450,412	126,188,012	126,493,912	126,188,012
- Percentage of shareholding	66.43%	66.42%	66.37%	66.43%	66.37%
2. Promoters and Promoter group shareholding					
a) Pledged / encumbered					
- Number of shares	-	-	-	-	-
- % of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
- % of shares (as a % of the total share capital of the Company)	-	-	-	-	-
b) Non-encumbered					
- Number of shares	63,931,963	63,931,963	63,931,963	63,931,963	63,931,963
- % of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- % of shares (as a % of the total share capital of the Company)	33.57%	33.58%	33.63%	33.57%	33.63%

B. INVESTOR COMPLAINTS

Particulars	Quarter Ended
	31 March 2015
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed-off during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil





MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2015

Standalone Statement of Assets and Liabilities

Particulars	(₹ in lacs)	
	As at 31 March 2015	As at 31 March 2014
	(Audited)	(Audited)
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	13,508.92	15,224.84
(b) Reserves and surplus	134,546.62	122,599.31
Sub-total - shareholders' funds	148,055.54	137,824.15
2. Non-current liabilities		
(a) Long-term borrowings	288,173.32	277,455.80
(b) Deferred tax liabilities (net)	1,465.41	3,655.74
(c) Long-term provisions	19,794.61	13,150.75
Sub-total - non-current liabilities	309,433.34	294,262.29
3. Current liabilities		
(a) Short-term borrowings	544,405.49	465,507.46
(b) Trade payables	19,891.13	22,933.38
(c) Other current liabilities	205,134.19	206,949.58
(d) Short-term provisions	4,254.99	4,322.17
Sub-total - current liabilities	773,685.80	699,712.59
TOTAL - EQUITY AND LIABILITIES	1,231,174.68	1,131,799.03
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	20,340.93	18,209.25
(b) Non-current investments	16,944.65	22,437.32
(c) Long-term loans and advances	719,666.91	605,644.00
(d) Other non-current assets	9,815.78	14,675.02
Sub-total - non-current assets	766,768.27	660,965.59
2. Current assets		
(a) Current investments	7,198.08	9,640.61
(b) Trade receivables	752.11	1,550.52
(c) Cash and bank balances	56,595.17	69,542.35
(d) Short-term loans and advances	390,566.74	380,607.03
(e) Other current assets	9,294.31	9,492.93
Sub-total - current assets	464,406.41	470,833.44
TOTAL - ASSETS	1,231,174.68	1,131,799.03





MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2015

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 08 May 2015.
- 2] The Statutory Auditors have carried out audit of the standalone annual financial results as required under Clause 41 of the Listing Agreement and have issued an unqualified opinion thereon.
- 3] Figures for the quarter ended 31 March 2015 and 31 March 2014 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures upto the third quarter of the respective financial years.
- 4] During the year, the Nomination and Remuneration Committee of the Board of Directors has granted 20,000 options under Magma Employee Stock Option Plan 2007 (MESOP 2007) at an exercise price of ₹ 60/- per share and 6,50,000 options under Magma Restricted Stock Option Plan 2014 (MRSOP 2014) at an exercise price of ₹ 2/- per share to eligible employees of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).
- 5] During the year, the Company has allotted on 30 July 2014, 05 November 2014 and 03 February 2015, 2,11,075 equity shares, 51,325 equity shares and 43,500 equity shares respectively of the face value of ₹ 2/- each under Employee Stock Option Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, as amended from time to time, to the eligible employees of the Company.
- 6] The Board of Directors at their meeting held on 30 March 2015 approved issuance of 4,62,96,297 equity shares of the face value of ₹ 2/- each, at a price of ₹ 108/- each aggregating to ₹ 50,000 lacs, including a premium of ₹ 106/- per share to Zend Mauritius VC Investments, Ltd, Indium V (Mauritius) Holdings Limited, Leapfrog Financial Inclusion India Holdings Limited on preferential basis under Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009, as amended and Companies Act, 2013 read with relevant rules thereunder and other applicable provisions, which was subsequently approved by the shareholders at the Extraordinary General Meeting held on 28 April 2015. Accordingly, the Board of Directors at their meeting held on 08 May 2015 allotted 4,62,96,297 equity shares to the abovementioned allottees. The total paid-up equity share capital of the Company stands increased to 23,67,22,172 equity shares of ₹ 2/- each aggregating to ₹ 4,734.44 lacs. The equity shares issued and allotted as aforesaid rank *pari passu* with the existing equity shares of the Company in all respect.
- 7] The Board of Directors at their meeting considered and recommended an equity dividend @ 40% i.e. ₹ 0.80 per equity share of ₹ 2/- each and a preference dividend of 9.70%, 3.61%, 9.60%, 12.00% and 11.00% (on pro-rata basis) for the financial year 2014-15 and @ 0.50% (on pro-rata basis) on 21,09,199 cumulative non-convertible redeemable preference shares for the financial year 2013-14, subject to approval of the shareholders.
- 8] Reserve Bank of India (RBI) has issued the Revised Regulatory Framework for Non-Banking Finance Companies (NBFCs) on 10 November 2014 and the related notification dated 27 March 2015 (collectively referred to as 'the framework') to address various matters including harmonization of asset classification and provisioning norms wherein the asset classification norms for NBFCs are being brought in line with that of banks in a phased manner over a period of 3 years as per which an asset shall become a non-performing asset (NPA):
 - i. if they become overdue for 5 months for the financial year ending 31 March 2016;
 - ii. if they become overdue for 4 months for the financial year ending 31 March 2017; and
 - iii. if they become overdue for 3 months for the financial year ending 31 March 2018 and thereafter.Currently, the Company classifies non-performing assets at 4 months default and is compliant with the requirement for the financial year ending 31 March 2017 as prescribed in the Framework.
Further, the Company has opted to align itself to the provisioning rates prescribed in the Framework effective from quarter ended 31 March 2015, on incremental NPAs against the higher rates being followed by the Company till 31 December 2014. These provisioning norms are considered the minimum and additional provision is made based on perceived credit risk where necessary.
The aforesaid alignment of the provisioning rates, has resulted in a net lower provision of ₹ 1,032.71 lacs for the quarter ended 31 March 2015 and year ended 31 March 2015.
- 9] The Company at its meeting held on 06 November 2014 had decided to discontinue the Gold Loan product which involves the grant of loans to individuals and/or small businesses against the security of gold ("Gold Loans"). The Gold Loan portfolio aggregated to ₹ 755.36 lacs as at 31 March 2015.
- 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] Previous year's / quarter's figures have been regrouped and rearranged wherever found necessary.

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria

Vice Chairman and Managing Director

Place : Kolkata

Dated : 08 May 2015

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

MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2015

Part - I					
(₹ in lacs)					
Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Unaudited) [#]	(Unaudited)	(Unaudited) [#]	(Audited)	(Audited)
1. Income from operations					
(a) Revenue from operations	62,458.67	61,424.77	55,392.55	235,477.93	209,641.44
(b) Operating result from general insurance business	(452.50)	257.17	(92.77)	(114.85)	(1,509.43)
Total income from operations (net)	62,006.17	61,681.94	55,299.78	235,363.08	208,132.01
2. Expenses					
(a) Employee benefits expense	10,324.98	9,413.13	7,236.09	36,181.99	24,305.04
(b) Depreciation and amortisation expense	1,205.25	837.42	794.83	3,456.94	3,317.50
(c) Contingent provision against standard assets	(40.00)	180.00	(315.00)	580.00	24.00
(d) Provision for non-performing assets and bad debts written-off	5,354.87	7,741.08	5,467.84	23,856.42	18,385.05
(e) Brokerage and commission	3,296.77	3,297.00	3,061.58	12,937.12	11,292.80
(f) Other expenses	4,152.09	3,852.82	4,976.84	15,942.94	16,969.55
Total expenses	24,293.96	25,321.45	21,222.18	92,955.41	74,293.94
3. Profit from operations before other income and finance costs (1-2)	37,712.21	36,360.49	34,077.60	142,407.67	133,838.07
4. Other income	718.54	764.12	825.18	3,234.88	3,637.29
5. Profit from ordinary activities before finance costs (3+4)	38,430.75	37,124.61	34,902.78	145,642.55	137,475.36
6. Finance costs	31,441.89	31,684.49	29,787.10	123,293.57	117,707.18
7. Profit from ordinary activities before tax (5-6)	6,988.86	5,440.12	5,115.68	22,348.98	19,768.18
8. Tax expense (includes deferred tax)	1,576.17	926.28	527.55	3,622.39	3,805.00
9. Net Profit from ordinary activities after tax (7-8)	5,412.69	4,513.84	4,588.13	18,726.59	15,963.18
10. Minority interest	187.85	113.35	370.67	659.85	780.31
11. Net Profit after taxes and minority interest (9-10)	5,224.84	4,400.49	4,217.46	18,066.74	15,182.87
12. Paid-up equity share capital (Face value of ₹ 2/- each)	3,808.52	3,807.65	3,802.40	3,808.52	3,802.40
13. Reserves and surplus				161,683.20	146,575.49
14. Earnings per share (not annualised)					
(a) Basic (in ₹)	2.60	2.16	2.08	8.88	7.32
(b) Diluted (in ₹)	2.58	2.15	2.08	8.84	7.31

See accompanying notes to the financial results

Balancing figures

Part - II

Select Information for the Quarter and Year Ended 31 March 2015

A. PARTICULARS OF SHAREHOLDING

Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Public shareholding					
- Number of shares	126,493,912	126,450,412	126,188,012	126,493,912	126,188,012
- Percentage of shareholding	66.43%	66.42%	66.37%	66.43%	66.37%
2. Promoters and Promoter group shareholding					
a) Pledged / encumbered					
- Number of shares	-	-	-	-	-
- % of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
- % of shares (as a % of the total share capital of the Company)	-	-	-	-	-
b) Non-encumbered					
- Number of shares	63,931,963	63,931,963	63,931,963	63,931,963	63,931,963
- % of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- % of shares (as a % of the total share capital of the Company)	33.57%	33.58%	33.63%	33.57%	33.63%

B. INVESTOR COMPLAINTS

Particulars	Quarter Ended
	31 March 2015
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed-off during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil



MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2015

Consolidated Segment Reporting for the Quarter and Year Ended 31 March 2015

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1. REVENUE *					
(a) Finance and mortgages	62,756.86	61,806.55	55,894.99	236,887.55	211,577.08
(b) General insurance	(286.47)	419.60	(28.13)	321.64	(1,230.82)
(c) Others	254.32	219.91	258.10	1,388.77	1,423.04
TOTAL REVENUE	62,724.71	62,446.06	56,124.96	238,597.96	211,769.30
2. RESULT - PROFIT BEFORE TAX					
(a) Finance and mortgages	7,333.05	5,119.18	5,216.75	21,921.99	20,927.47
(b) General insurance	(289.65)	419.60	(28.13)	318.46	(1,230.82)
(c) Others	(54.54)	(98.66)	(72.94)	108.53	71.53
TOTAL	6,988.86	5,440.12	5,115.68	22,348.98	19,768.18
3. CAPITAL EMPLOYED					
(a) Finance and mortgages	170,353.29	168,152.66	156,668.01	170,353.29	156,668.01
(b) General insurance	6,702.21	6,916.26	6,486.49	6,702.21	6,486.49
(c) Others	5,673.65	5,622.51	5,523.01	5,673.65	5,523.01
TOTAL	182,729.15	180,691.43	168,677.51	182,729.15	168,677.51

* Includes 'Other income'

Consolidated Statement of Assets and Liabilities

(₹ in lacs)

Particulars	As at 31 March 2015	As at 31 March 2014
	(Audited)	(Audited)
	(Audited)	(Audited)
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	17,064.48	18,780.40
(b) Reserves and surplus	161,681.86	146,575.00
(c) Fair value change account	1.34	0.49
Sub-total - shareholders' funds	178,747.68	165,355.89
2. Minority interest	3,981.47	3,321.62
3. Non-current liabilities		
(a) Long-term borrowings	356,862.11	321,893.27
(b) Deferred tax liabilities (net)	712.01	2,846.04
(c) Long-term provisions	23,259.94	15,684.74
Sub-total - non-current liabilities	380,834.06	340,424.05
4. Current liabilities		
(a) Short-term borrowings	632,954.69	523,276.53
(b) Trade payables	22,540.18	27,049.83
(c) Other current liabilities	256,724.70	245,809.65
(d) Short-term provisions	12,465.20	12,578.44
Sub-total - current liabilities	924,684.77	808,714.45
TOTAL - EQUITY AND LIABILITIES	1,488,247.98	1,317,816.01
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	22,056.15	19,798.86
(b) Non-current investments	30,796.51	29,200.96
(c) Long-term loans and advances	912,291.69	741,170.86
(d) Other non-current assets	13,613.35	17,692.38
Sub-total - non-current assets	978,757.70	807,863.06
2. Current assets		
(a) Current investments	10,581.74	10,990.20
(b) Trade receivables	754.87	1,551.53
(c) Cash and bank balances	62,683.06	82,659.35
(d) Short-term loans and advances	422,828.97	402,729.33
(e) Other current assets	12,641.64	12,022.54
Sub-total - current assets	509,490.28	509,952.95
TOTAL - ASSETS	1,488,247.98	1,317,816.01



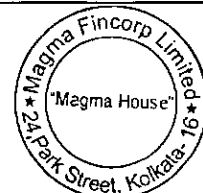


MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2015

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 08 May 2015.
- 2] The Statutory Auditors have carried out audit of the standalone annual financial results as required under Clause 41 of the Listing Agreement and have issued an unqualified opinion thereon.
- 3] In accordance with Clause 41 of the Listing Agreement, the Company has opted to publish consolidated financial results. The standalone 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 Advisory Services Limited ('MASL'), its step down subsidiary, Magma Housing Finance (A Public Company with Unlimited Liability) ('MHF') (subsidiary of MASL) and Joint Venture Companies, Magma HDI General Insurance Company Limited ('MHDI') and Jaguar Advisory Services Private Limited ('JASPL').
- 5] Figures for the quarter ended 31 March 2015 and 31 March 2014 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures upto the third quarter of the respective financial years.
- 6] During the year, the Nomination and Remuneration Committee of the Board of Directors has granted 20,000 options under Magma Employee Stock Option Plan 2007 (MESOP 2007) at an exercise price of ₹ 60/- per share and 6,50,000 options under Magma Restricted Stock Option Plan 2014 (MRSOP 2014) at an exercise price of ₹ 2/- per share to eligible employees of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).
- 7] During the year, the Company has allotted on 30 July 2014, 05 November 2014 and 03 February 2015, 2,11,075 equity shares, 51,325 equity shares and 43,500 equity shares respectively of the face value of ₹ 2/- each under Employee Stock Option Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, as amended from time to time, to the eligible employees of the Company.
- 8] The Board of Directors at their meeting held on 30 March 2015 approved issuance of 4,62,96,297 equity shares of the face value of ₹ 2/- each, at a price of ₹ 108/- each aggregating to ₹ 50,000 lacs, including a premium of ₹ 106/- per share to Zend Mauritius VC Investments, Ltd, Indium V (Mauritius) Holdings Limited, Leapfrog Financial Inclusion India Holdings Limited on preferential basis under Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009, as amended and Companies Act, 2013 read with relevant rules thereunder and other applicable provisions, which was subsequently approved by the shareholders at the Extraordinary General Meeting held on 28 April 2015. Accordingly, the Board of Directors at their meeting held on 08 May 2015 allotted 4,62,96,297 equity shares to the abovementioned allottees. The total paid-up equity share capital of the Company stands increased to 23,67,22,172 equity shares of ₹ 2/- each aggregating to ₹ 4,734.44 lacs. The equity shares issued and allotted as aforesaid rank *pari passu* with the existing equity shares of the Company in all respect.
- 9] The Board of Directors at their meeting considered and recommended an equity dividend @ 40% i.e. ₹ 0.80 per equity share of ₹ 2/- each and a preference dividend of 9.70%, 3.61%, 9.60%, 12.00%, 11.00% and 0.01% (on pro-rata basis) for the financial year 2014-15 and @ 0.50% (on pro-rata basis) on 21,09,199 cumulative non-convertible redeemable preference shares for the financial year 2013-14, subject to approval of the shareholders.
- 10] Reserve Bank of India (RBI) has issued the Revised Regulatory Framework for Non-Banking Finance Companies (NBFCs) on 10 November 2014 and the related notification dated 27 March 2015 (collectively referred to as 'the framework') to address various matters including harmonization of asset classification and provisioning norms wherein the asset classification norms for NBFCs are being brought in line with that of banks in a phased manner over a period of 3 years as per which an asset shall become a non-performing asset (NPA):
 - i. if they become overdue for 5 months for the financial year ending 31 March 2016;
 - ii. if they become overdue for 4 months for the financial year ending 31 March 2017; and
 - iii. if they become overdue for 3 months for the financial year ending 31 March 2018 and thereafter.Currently, the Company classifies non-performing assets at 4 months default and is compliant with the requirement for the financial year ending 31 March 2017 as prescribed in the Framework.
Further, the Company has opted to align itself to the provisioning rates prescribed in the Framework effective from quarter ended 31 March 2015, on incremental NPAs against the higher rates being followed by the Company till 31 December 2014. These provisioning norms are considered the minimum and additional provision is made based on perceived credit risk where necessary.
The aforesaid alignment of the provisioning rates, has resulted in a net lower provision of ₹ 1,153.38 lacs for the quarter ended 31 March 2015 and year ended 31 March 2015.
- 11] (a) Magma HDI General Insurance Company Limited ('MHDI'), a jointly controlled entity, has a solvency margin as at 31 March 2015 at 1.24 times, which is below 1.50 times as stipulated by Insurance Regulatory and Development Authority (Assets, Liabilities and Solvency Margin of Insurers) Regulation, 2000 and subsequent circulars and orders. MHDI is taking necessary steps to increase the solvency margin to the required 1.50 times as per the regulatory requirement.
(b) The Appointed Actuary has certified the motor third party ultimate loss ratio of 133% as at 31 March 2015 which has been fully provided for in the books of accounts. MHDI has a motor third party (Stop Loss) XL reinsurance cover with HDI Gerling Welt Service AG ('HDI') for the motor portfolio for all policies issued upto 31 March 2015. As per the terms of reinsurance cover, HDI has agreed to indemnify the MHDI for losses incurred in aggregate which exceed an ultimate loss ratio of 119%, and upto 135%. Accordingly, ₹ 4,084.40 lacs, being the excess of third party ultimate loss liability on motor third party portfolio provided for in books of accounts over and above 119% as on 31 March 2015, against which reinsurance cover is available to MHDI, has been appropriately adjusted in claims liability.
- 12] The Company at its meeting held on 06 November 2014 had decided to discontinue the Gold Loan product which involves the grant of loans to individuals and/or small businesses against the security of gold ("Gold Loans"). The Gold Loan portfolio aggregated to ₹ 755.36 lacs as at 31 March 2015.
- 13] 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.





MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2015

Notes :

14] Audited Financial Results of Magma Fincorp Limited (Standalone Information):

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2015	31 December 2014	31 March 2014	31 March 2015	31 March 2014
	(Audited) [#]	(Unaudited)	(Audited) [#]	(Audited)	(Audited)
1. Total income from operations	53,143.37	52,409.08	48,413.69	201,877.45	184,677.78
2. Profit from ordinary activities before tax	5,940.49	4,094.85	4,307.56	17,510.72	17,839.63
3. Net Profit from ordinary activities after tax	4,612.02	3,383.07	3,075.82	14,906.75	13,557.32

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

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria

Vice Chairman and Managing Director

Place : Kolkata

Dated : 08 May 2015

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

BSR & Co. LLP

Chartered Accountants

Godrej Waterside, Unit No. 603 & 604
6th Floor, Tower 1, Plot No. 5
Block - DP, Sector V, Salt Lake
Kolkata - 700 091

Telephone: + 91 33 4403 4000
Fax: + 91 33 4403 4199

Independent Auditor's Report

To the Board of Directors of Magma Fincorp Limited

Report on the Financial Results

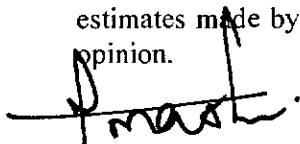
1. We have audited the accompanying annual financial results ('the Statement') of Magma Fincorp Limited ('the Company') for the year ended 31 March 2015, attached herewith, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31 March 2015 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. Also the figures for each of the three quarters have only been reviewed and not been subjected to audit.

Management's Responsibility for the Financial Results

2. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results up to the end of the third quarter. Our responsibility is to express an opinion on these financial results based on our audit of the annual financial statements, which have been prepared in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 ('the Act'), read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, including, circulars and guidelines issued by Reserve Bank of India ('RBI') from time to time and in compliance with Clause 41 of the Listing Agreement.

Auditor's Responsibility

3. We conducted our audit in accordance with Standards on Auditing ('the Standards') specified under section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



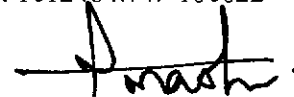
Independent Auditor's Report (Continued)

Magma Fincorp Limited

Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, these financial results:
 - i. are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and
 - ii. give a true and fair view of the net profit and other financial information for the year ended 31 March 2015.
5. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

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



Akeel Master
Partner

Place: Mumbai
Date: 8 May 2015

Membership No.: 046768