

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



12 May 2016

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 quarter and year ended 31 March 2016

Ref: Regulations 30 & 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR 2015)

This is to inform you that the Board of Directors of the Company at their meeting held today have approve the Audited Financial Results both Standalone and Consolidated for the quarter and year ended 31 March 2016 and Annual Financial Statements both Standalone and Consolidated for the Financial Year ended 31 March 2016. The Board Meeting commenced at 11:30 A.M. and concluded at 4:45 P.M.

Pursuant to Regulation 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR 2015), we are enclosing herewith the following:

Audited Financial Results:

1. Audited Financial Results of the Company, both Standalone and Consolidated. The Audited Financial Results will also be published as per the format prescribed in LODR 2015.
2. Auditors Report of the Statutory Auditors, M/s B S R & Co., LLP on the Audited Financial Results of the Company, both Standalone and Consolidated.
3. Form A for the Audited Financial Results of the Company, both Standalone and Consolidated.

Recommendation of Dividend

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:

- i. 4.09% i.e. Rs. 4.09 pro-rata per share dividend on 65,00,999 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 40/- each for a day i.e. 01.04.2015 and 4.09% i.e. Rs. 4.09 pro-rata per share dividend on 65,00,999 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 20/- each (reduced to Rs. 20/- upon redemption of 4th instalment of Rs. 20/- each on 2 April 2015) for the period from 02.04.2015 to 31.03.2016 (both days inclusive).
- ii. 9.6% i.e. Rs. 9.60 per share dividend on 10,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100 each; the shares were then fully redeemed on 19 June 2015.
- iii. 12% i.e. Rs. 12/- per share dividend on 25,00,000 Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100/- each; the shares were then fully redeemed on 30 June 2015.
- iv. 11% i.e. Rs. 11/- per share dividend on 36,00,000 Cumulative Redeemable Non-Convertible Preference Shares of Rs. 100/- each; the shares were then fully redeemed on 11 November 2015.
- v. 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 for the period from 01.04.2014 to 16.02.2015 (both days inclusive) the shares were then fully redeemed on 17 February 2015.

Further, this is to inform you that the 36th Annual General Meeting (AGM) of the Members of the Company will be held on Thursday, 4 August 2016 and the dividend to be declared at the AGM shall be paid /dispatched on or before 3 September 2016.

Further please note that Statement of disclosures of line items pursuant to Regulation 52(4) and Certificate received in compliance with Regulations 52(5) of LODR 2015 from IDBI Trusteeship Services Limited and GDA Trusteeship Limited, Debenture Trustees of the Company is being forwarded to you separately.

This is for your information and record.

Kindly acknowledge receipt.

Thanking You,

Yours Faithfully,
Magma Fincorp Limited


Shabnum Zaman
Company Secretary

ACS No. 13918

Address:

80B, Sudhir Bose Road
Kolkata – 700 023

Encl: As above



MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2016

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2016	31 December 2015	31 March 2015	31 March 2016	31 March 2015
	(Unaudited) [#]	(Unaudited)	(Unaudited) [#]	(Audited)	(Audited)
1. Income from operations					
(a) Revenue from operations	63,110.01	62,263.44	62,458.67	247,777.34	235,477.93
(b) Operating result from general insurance business	190.73	(65.85)	(452.50)	(557.80)	(114.85)
Total income from operations (net)	63,300.74	62,197.59	62,006.17	247,219.54	235,363.08
2. Expenses					
(a) Employee benefits expense	6,942.87	8,028.19	10,324.98	31,721.70	36,181.99
(b) Depreciation and amortisation expense	897.07	1,070.13	1,205.25	3,948.43	3,456.94
(c) Contingent provision against standard assets	(60.00)	170.00	(40.00)	110.00	580.00
(d) Provision for non-performing assets and bad debts written-off	9,919.04	9,779.59	5,354.87	37,387.60	23,856.42
(e) Brokerage and commission	2,947.04	2,980.85	3,296.77	12,255.73	12,937.12
(f) Other expenses	3,618.04	4,118.05	4,152.09	15,467.83	15,942.94
Total expenses	24,264.06	26,146.81	24,293.96	100,891.29	92,955.41
3. Profit from operations before other income and finance costs (1-2)	39,036.68	36,050.78	37,712.21	146,328.25	142,407.67
4. Other income	915.93	718.71	718.54	3,413.54	3,234.88
5. Profit from ordinary activities before finance costs (3+4)	39,952.61	36,769.49	38,430.75	149,741.79	145,642.55
6. Finance costs	29,798.82	29,368.30	31,441.89	119,159.57	123,293.57
7. Profit from ordinary activities before tax (5-6)	10,153.79	7,401.19	6,988.86	30,582.22	22,348.98
8. Tax expense (includes deferred tax)	3,557.85	2,169.47	1,576.17	9,234.35	3,622.39
9. Net Profit from ordinary activities after tax (7-8)	6,595.94	5,231.72	5,412.69	21,347.87	18,726.59
10. Minority interest	65.84	9.01	187.85	210.16	659.85
11. Net Profit after taxes and minority interest (9-10)	6,530.10	5,222.71	5,224.84	21,137.71	18,066.74
12. Paid-up equity share capital (Face value of ₹ 2/- each)	4,736.57	4,735.62	3,808.52	4,736.57	3,808.52
13. Reserves and surplus				210,393.24	161,683.20
14. Earnings per share (not annualised)					
(a) Basic (in ₹)	2.75	2.17	2.60	8.89	8.88
(b) Diluted (in ₹)	2.74	2.16	2.58	8.86	8.84

See accompanying notes to the financial results

[#] Balancing figures

Consolidated Segment Reporting for the Quarter and Year Ended 31 March 2016

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2016	31 December 2015	31 March 2015	31 March 2016	31 March 2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1. REVENUE *					
(a) Finance and mortgages	63,739.49	62,646.56	62,756.86	249,524.34	236,887.55
(b) General insurance	290.18	21.41	(286.47)	(232.24)	321.64
(c) Others	187.00	248.33	254.32	1,340.98	1,388.77
TOTAL REVENUE	64,216.67	62,916.30	62,724.71	250,633.08	238,597.96
2. RESULT - PROFIT BEFORE TAX					
(a) Finance and mortgages	9,927.26	7,456.00	7,333.05	30,680.16	21,921.99
(b) General insurance	290.11	21.41	(289.65)	(238.40)	318.46
(c) Others	(63.58)	(76.22)	(54.54)	140.46	108.53
TOTAL	10,153.79	7,401.19	6,988.86	30,582.22	22,348.98
3. CAPITAL EMPLOYED					
(a) Finance and mortgages	205,607.70	222,036.34	170,353.29	205,607.70	170,353.29
(b) General insurance	9,015.48	8,943.72	6,702.21	9,015.48	6,702.21
(c) Others	5,998.46	5,980.11	5,673.65	5,998.46	5,673.65
TOTAL	220,621.64	236,960.17	182,729.15	220,621.64	182,729.15

* Includes 'Other income'





MAGMA FINCORP LIMITED

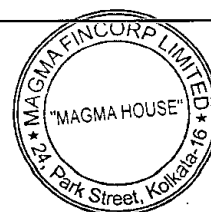
Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2016

Consolidated Statement of Assets and Liabilities

		(₹ in lacs)	
Particulars		As at 31 March 2016	As at 31 March 2015
		(Audited)	(Audited)
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital		6,036.77	17,064.48
(b) Reserves and surplus		210,391.46	161,681.86
(c) Fair value change account		1.78	1.34
Sub-total - shareholders' funds		216,430.01	178,747.68
2. Minority interest		4,191.63	3,981.47
3. Non-current liabilities			
(a) Long-term borrowings		331,316.17	356,862.11
(b) Deferred tax liabilities (net)		-	712.01
(c) Long-term provisions		34,919.22	23,259.94
Sub-total - non-current liabilities		366,235.39	380,834.06
4. Current liabilities			
(a) Short-term borrowings		700,455.58	632,954.69
(b) Trade payables		18,335.07	22,540.18
(c) Other current liabilities		233,608.43	256,724.70
(d) Short-term provisions		13,058.97	12,465.20
Sub-total - current liabilities		965,458.05	924,684.77
TOTAL - EQUITY AND LIABILITIES		1,552,315.08	1,488,247.98
B. ASSETS			
1. Non-current assets			
(a) Fixed assets		27,845.91	22,056.15
(b) Non-current investments		32,415.17	30,796.51
(c) Deferred tax assets (net)		3,880.15	-
(d) Long-term loans and advances		951,079.48	912,291.69
(e) Other non-current assets		13,491.84	13,613.35
Sub-total - non-current assets		1,028,712.55	978,757.70
2. Current assets			
(a) Current investments		7,552.62	10,581.74
(b) Trade receivables		705.33	754.87
(c) Cash and bank balances		40,838.46	62,683.06
(d) Short-term loans and advances		462,193.77	422,828.97
(e) Other current assets		12,312.35	12,641.64
Sub-total - current assets		523,602.53	509,490.28
TOTAL - ASSETS		1,552,315.08	1,488,247.98

Notes:

- 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 12 May 2016.
- The Statutory Auditors have carried out audit of the consolidated annual financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unqualified opinion thereon.
- In accordance with Regulation 33 of the Listing Regulations, the Company shall publish consolidated financial results. The standalone financial 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).
- 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').
The "Audited Financial Statements" of MHDI for the year ended 31 March 2016 have been approved on the basis of the actuarial valuation report of an external consultant as permitted by the Insurance Regulatory and Development Authority of India ('IRDAI') vide its letter bearing Ref No. 06/IRDA/ACTL/AA -NL/2016-17 dated 28 April 2016, as the position of the Company's Appointed Actuary is vacant. However, the same shall be subject to review by an independent actuary nominated by IRDAI.





MAGMA FINCORP LIMITED

Statement of Consolidated Audited Financial Results for the Quarter and Year Ended 31 March 2016

- 5] Figures for the quarter ended 31 March 2016 and 31 March 2015 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 Board of Directors at their meeting held on 08 May 2015 allotted 4,62,96,297 equity shares 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. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 7] During the year, the Nomination and Remuneration Committee of the Board of Directors has granted 2,50,000 options under Magma Restricted Stock Option Plan 2014 (MRSOP 2014) at an exercise price of ₹ 2/- per share to an eligible employee of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).
- 8] During the year, the Company has allotted on 24 April 2015, 31 July 2015 and 08 February 2016, 30,000 equity shares, 29,000 equity shares and 47,500 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. The Company has also allotted on 26 April 2016, 15,000 equity shares of the face value of ₹ 2/- each under the said Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, as amended from time to time, to an ex-employee. Consequent to the said allotment, the total paid-up equity share capital of the Company stands increased to 23,68,43,672 equity shares of ₹ 2/- each aggregating to ₹ 4,736.87 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all
- 9] During the year, the Company has subscribed to 92,50,000 equity shares of ₹ 10/- each at a price of ₹ 40/- each (including a premium of ₹ 30/- each) of Magma HDI General Insurance Company Limited, a Joint Venture Company aggregating to ₹ 3,700 lacs on rights issue basis and the shares have been allotted as fully paid up on 29 July 2015.
- 10] During the year, the Company has purchased 100% of Non-redeemable non-cumulative non participating compulsory convertible preference shares issued by Magma Advisory Services Ltd, a wholly-equity-owned subsidiary, from Celica Developers Private Limited for ₹ 24,888.89 lacs on 9 February 2016 in terms of the Option Agreement dated 4 February 2013 (as amended from time to time).
- 11] 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 preference dividend of 4.09%, 9.60%, 12.00%, 11.00% and 0.01% (on pro-rata basis) for the financial year 2015-16 and @ 0.50% (on pro-rata basis) on 21,09,199 cumulative non-convertible redeemable preference shares for the financial year 2014-15, subject to approval of the shareholders.
- 12] The listed Non Convertible Debentures of the Company as on 31 March 2016 are secured by exclusive charge on standard receivables of the Company and also by a subservient charge over certain immovable properties. The total asset cover is hundred percent or above of the principal amount of the said debentures.
- 13] The Company continues to recognise NPAs at 4 months overdue as against 5 months overdue as per the Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 and therefore, is already compliant with the requirements coming into force from 31 March 2017. Consequently, the Company is carrying additional NPA provision to the extent of ₹ 4,662.49 lacs and ₹ 9,982.38 lacs on a cumulative basis as at 31 March 2016 and 31 March 2015 respectively, as compared to the current RBI requirements.
- 14] 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.
- 15] Audited Financial Results of Magma Fincorp Limited (Standalone Information):

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2016	31 December 2015	31 March 2015	31 March 2016	31 March 2015
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
1. Total income from operations	53,626.40	53,074.25	53,143.37	210,964.03	201,877.45
2. Profit from ordinary activities before tax	8,512.03	6,058.18	5,940.49	26,597.09	17,510.72
3. Net Profit from ordinary activities after tax	5,613.87	4,355.89	4,612.02	18,714.97	14,906.75

Balancing figures

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

By order of the Board
For Magma Fincorp Limited

Sanjay Chamria

Vice Chairman and Managing Director

Place : Kolkata

Dated : 12 May 2016

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

Website : www.magma.co.in; CIN : L51504WB1978PLC031813

Phone: 033-4401 7200/350, Fax: 033-4402 7731; E-mail: shabnum.zaman@magma.co.in



MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2016

Particulars	Quarter Ended			Year Ended	
	31 March 2016	31 December 2015	31 March 2015	31 March 2016	31 March 2015
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
1. Income from operations					
(a) Revenue from operations	53,626.40	53,074.25	53,143.37	210,964.03	201,877.45
Total income from operations (net)	53,626.40	53,074.25	53,143.37	210,964.03	201,877.45
2. Expenses					
(a) Employee benefits expense	5,311.64	6,289.50	8,474.44	24,658.18	28,969.74
(b) Depreciation and amortisation expense	891.75	1,064.63	1,200.43	3,934.44	3,451.50
(c) Contingent provision against standard assets	(100.00)	100.00	(100.00)	50.00	290.00
(d) Provision for non-performing assets and bad debts written-off	8,842.12	8,968.78	4,892.68	33,686.41	21,965.61
(e) Brokerage and commission	2,772.58	2,846.11	3,139.94	11,658.20	12,435.60
(f) Other expenses	3,101.56	3,645.70	3,583.44	13,522.33	13,828.07
Total expenses	20,819.65	22,914.72	21,190.93	87,509.56	80,940.52
3. Profit from operations before other income and finance costs (1-2)	32,806.75	30,159.53	31,952.44	123,454.47	120,936.93
4. Other income	664.52	593.76	534.96	2,951.52	2,717.80
5. Profit from ordinary activities before finance costs (3+4)	33,471.27	30,753.29	32,487.40	126,405.99	123,654.73
6. Finance costs	24,959.24	24,695.11	26,546.91	99,808.90	106,144.01
7. Profit from ordinary activities before tax (5-6)	8,512.03	6,058.18	5,940.49	26,597.09	17,510.72
8. Tax expense (includes deferred tax)	2,898.16	1,702.29	1,328.47	7,882.12	2,603.97
9. Net Profit from ordinary activities after tax (7-8)	5,613.87	4,355.89	4,612.02	18,714.97	14,906.75
10. Paid-up equity share capital (Face value of ₹ 2/- each)	4,736.57	4,735.62	3,808.52	4,736.57	3,808.52
11. Reserves and surplus				198,404.64	134,546.62
12. Earnings per share (not annualised)					
(a) Basic (in ₹)	2.36	1.80	2.27	7.84	7.22
(b) Diluted (in ₹)	2.35	1.80	2.26	7.82	7.19

See accompanying notes to the financial results

Balancing figures





MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2016

Standalone Statement of Assets and Liabilities

		(₹ in lacs)	
Particulars	As at 31 March 2016	As at 31 March 2015	
	(Audited)	(Audited)	
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	6,036.77	13,508.92	
(b) Reserves and surplus	198,404.64	134,546.62	
Sub-total - shareholders' funds	204,441.41	148,055.54	
2. Non-current liabilities			
(a) Long-term borrowings	260,363.35	288,173.32	
(b) Deferred tax liabilities (net)	-	1,465.41	
(c) Long-term provisions	29,144.31	19,794.61	
Sub-total - non-current liabilities	289,507.66	309,433.34	
3. Current liabilities			
(a) Short-term borrowings	595,411.83	544,405.49	
(b) Trade payables	16,083.37	19,891.13	
(c) Other current liabilities	179,857.39	205,134.19	
(d) Short-term provisions	5,580.29	4,254.99	
Sub-total - current liabilities	796,932.88	773,685.80	
TOTAL - EQUITY AND LIABILITIES	1,290,881.95	1,231,174.68	
B. ASSETS			
1. Non-current assets			
(a) Fixed assets	21,339.02	20,340.93	
(b) Non-current investments	43,217.58	16,944.65	
(c) Deferred tax assets (net)	2,762.87	-	
(d) Long-term loans and advances	742,243.92	719,666.91	
(e) Other non-current assets	8,232.57	9,815.78	
Sub-total - non-current assets	817,795.96	766,768.27	
2. Current assets			
(a) Current investments	2,597.22	7,198.08	
(b) Trade receivables	706.97	752.11	
(c) Cash and bank balances	36,045.96	56,595.17	
(d) Short-term loans and advances	425,623.51	390,566.74	
(e) Other current assets	8,112.33	9,294.31	
Sub-total - current assets	473,085.99	464,406.41	
TOTAL - ASSETS	1,290,881.95	1,231,174.68	





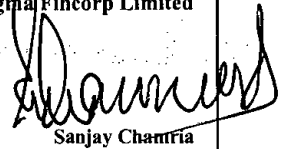
MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2016

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 12 May 2016.
- 2] The Statutory Auditors have carried out audit of the standalone annual financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unqualified opinion thereon.
- 3] Figures for the quarter ended 31 March 2016 and 31 March 2015 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 Board of Directors at their meeting held on 08 May 2015 allotted 4,62,96,297 equity shares 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. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 5] During the year, the Nomination and Remuneration Committee of the Board of Directors has granted 2,50,000 options under Magma Restricted Stock Option Plan 2014 (MRSOP 2014) at an exercise price of ₹ 2/- per share to the eligible employee of the Company (each Option entitles the option holder to 1 equity share of ₹ 2/- each).
- 6] During the year, the Company has allotted on 24 April 2015, 31 July 2015 and 08 February 2016, 30,000 equity shares, 29,000 equity shares and 47,500 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. The Company has also allotted on 26 April 2016, 15,000 equity shares of the face value of ₹ 2/- each under the said Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, as amended from time to time, to an ex-employee. Consequent to the said allotment, the total paid-up equity share capital of the Company stands increased to 23,68,43,672 equity shares of ₹ 2/- each aggregating to ₹ 4,736.87 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 7] During the year, the Company has subscribed to 92,50,000 equity shares of ₹ 10/- each at a price of ₹ 40/- each (including a premium of ₹ 30/- each) of Magma HDI General Insurance Company Limited, a Joint Venture Company aggregating to ₹ 3,700 lacs on rights issue basis and the shares have been allotted as fully paid up on 29 July 2015.
- 8] During the year, the Company has purchased 100% of Non-Redeemable Non-Cumulative Non Participating Compulsory Convertible Preference Shares issued by Magma Advisory Services Ltd, a wholly-equity-owned subsidiary, from Celica Developers Private Limited for ₹ 24,888.89 lacs on 9 February 2016 in terms of the Option Agreement dated 4 February 2013 (as amended from time to time).
- 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 preference dividend of 4.09%, 9.60%, 12.00% and 11.00% (on pro-rata basis) for the financial year 2015-16 and @ 0.50% (on pro-rata basis) on 21,09,199 cumulative non-convertible redeemable preference shares for the financial year 2014-15, subject to approval of the shareholders.
- 10] The listed Non Convertible Debentures of the Company as on 31 March 2016 are secured by exclusive charge on standard receivables of the Company and also by a subservient charge over certain immovable properties. The total asset cover is hundred percent or above of the principal amount of the said debentures.
- 11] The Company continues to recognise NPAs at 4 months overdue as against 5 months overdue as per the Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 and therefore, is already compliant with the requirements coming into force from 31 March 2017. Consequently, the Company is carrying additional NPA provision to the extent of ₹ 4,068.56 lacs and ₹ 9,014.42 lacs on a cumulative basis as at 31 March 2016 and 31 March 2015 respectively, as compared to the current RBI requirements.
- 12] 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.
- 13] Previous year's / quarter's figures have been regrouped and rearranged wherever necessary.

By order of the Board
For Magma Fincorp Limited



Sanjay Chandra

Vice Chairman and Managing Director

Place : Kolkata

Dated : 12 May 2016

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

Website : www.magma.co.in; CIN : L51504WB1978PLC031813

Phone: 033-4401 7200/350, Fax: 033-4402 7731; E-mail: shabnum.zaman@magma.co.in

B S R & Co. LLP

Chartered Accountants

Godrej Waterside, Unit No. 603 - 604
6th Floor, Tower 1, Plot No. 5, Block - DP
Sector V, Salt Lake, Kolkata - 700091

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

Independent Auditors' Report on the Consolidated Financial Results of Magma Fincorp Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors
Magma Fincorp Limited

We have audited the accompanying annual consolidated financial results ('the Statement') of Magma Fincorp Limited ('the Company'), its subsidiaries and joint ventures (the Company, its subsidiaries and joint ventures constitute 'the Group') for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the quarter ended 31 March 2016 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 up to the end of the third quarter had only been reviewed and not subjected to audit.

Management's Responsibility for the Financial Results

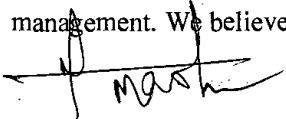
These consolidated financial results have been prepared on the basis of the consolidated annual financial statements and reviewed quarterly consolidated financial results upto the end of the third quarter. Management is responsible for the preparation of these consolidated financial results and other financial information in accordance with the recognition and measurement principles laid down under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India including, circulars and guidelines issued by the Reserve Bank of India ('RBI') from time to time and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial results based on our audit of the annual consolidated financial statements. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement(s).

An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit 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 Auditors' Report on the Consolidated Financial Results of Magma Fincorp Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)

Magma Fincorp Limited

Auditors' Responsibility (continued)

Figures for the corresponding quarter ended 31 December 2015 and previous quarter ended 31 March 2015 have not been audited.

We draw attention to Note No. 4 of the Statement, where it is reported that Magma HDI General Insurance Company Limited ('MHDI'), a jointly controlled entity, wherein the actuarial valuation of liabilities for claims incurred but not reported (IBNR) and incurred but not enough reported (IBNER) is the responsibility of the Company's Appointed Actuary. The position of Company's Appointed Actuary is vacant due to resignation and the Company was allowed by Insurance Regulatory and Development Authority of India (IRDAI) to use the services of EY for the purpose of actuarial reporting for completion of financials as on 31 March 2016. IRDAI has further advised that services rendered by EY in this regard shall be reviewed by an Independent Actuary, who will be nominated by IRDAI in due course.

Accordingly, the actuarial valuation of these liabilities as at 31 March 2016 has been certified by the Actuary from Ernst & Young LLP, who is not an Appointed Actuary.

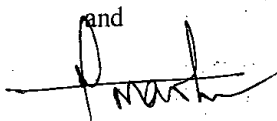
Our review report is not modified in respect of the above matter.

We did not audit the financial statements of two joint ventures included in the consolidated quarterly financial results and consolidated year to date results, whose financial statements reflect total assets of Rs 41,759.62 lakhs and Rs 41,759.62 lakhs as at quarter and year ended 31 March 2016 respectively, total revenues of Rs 294.34 lakhs and Rs (183.47) lakhs for the quarter and year ended 31 March 2016 respectively and profit after tax of Rs 73.49 lakhs and Rs (458.62) lakhs for the quarter and year ended 31 March 2016 respectively, as considered in the audited consolidated financial results. These financial statements and other financial information has been audited by other auditors whose reports has been furnished to us by the Management and our report on the Statement, in so far as it related to the amounts and disclosures included in respect of these joint ventures, is based solely on the reports of the other auditors.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, these consolidated financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard;

and


B S R & Co. LLP

Independent Auditors' Report on the Consolidated Financial Results of Magma Fincorp Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)

Magma Fincorp Limited

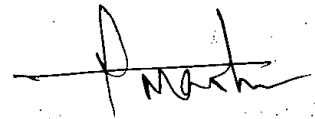
Opinion (continued)

- (ii) give a true and fair view of the consolidated net profit and other consolidated financial information for the year ended 31 March 2016.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W / W-100022



Akeel Master

Partner

Membership No: 046768

Place: Mumbai

Date : 12 May 2016

B S R & Co. LLP

Chartered Accountants

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Independent Auditors' Report on the Financial Results Magma Fincorp Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors
Magma Fincorp Limited

We have audited the accompanying annual financial results ('the Statement') of Magma Fincorp Limited ('the Company') for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the quarter ended 31 March 2016 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 up to the end of the third quarter had only been reviewed and not subjected to audit.

Management's Responsibility for the Financial Results

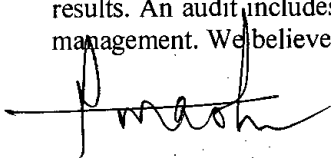
These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter. Management is responsible for the preparation of these financial results and other financial information in accordance with the recognition and measurement principles laid down under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India including, circulars and guidelines issued by the Reserve Bank of India ('RBI') from time to time and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial results based on our audit of the annual financial statements. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement(s).

An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



B S R & Co. LLP

Independent Auditors' Report on the Financial Results Magma Fincorp Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)

Magma Fincorp Limited

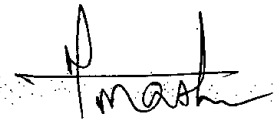
Opinion

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 Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 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 2016.

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W / W-100022



Akeel Master
Partner

Membership No: 046768

Place: Mumbai
Date: 12 May 2016

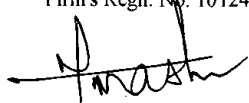
FORM A to be filed with the Stock Exchange

1	Name of the company	Magma Fincorp Limited
2	Annual Consolidated financial statements for the year ended	31 March, 2016
3	Type of Audit observation	Unqualified
4	Frequency of observation	Not Applicable

For BSR & Co. LLP

Chartered Accountants

Firm's Regn. No. 101248W/W-100022

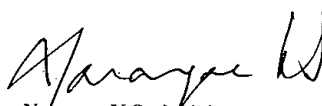


Akeel Master

Partner

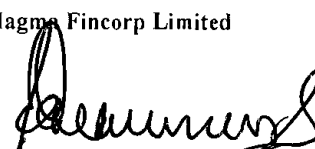
Membership No. 046768

Mumbai, 12 May 2016



Narayan K Seshadri
Chairman of Audit Committee
Mumbai

For Magma Fincorp Limited



Sanjay Chamria

Vice Chairman and Managing Director



Atul Bansal

Chief Financial Officer

Kolkata, 12 May 2016



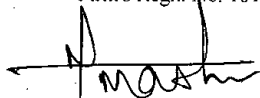
FORM A to be filed with the Stock Exchange

1	Name of the company	Magma Fincorp Limited
2	Annual Standalone financial statements for the year ended	31 March, 2016
3	Type of Audit observation	Unqualified
4	Frequency of observation	Not Applicable

For BSR & Co. LLP

Chartered Accountants

Firm's Regn. No. 101248W/W-100022

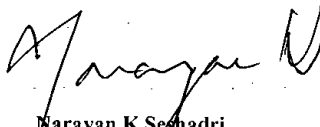


Akeel Master

Partner

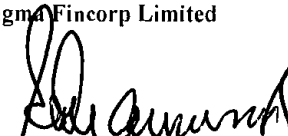
Membership No. 046768

Mumbai, 12 May 2016



Narayan K Senghadri
Chairman of Audit Committee
Mumbai

For Magma Fincorp Limited



Sanjay Chamria
Vice Chairman and Managing Director



Atul Bansal

Chief Financial Officer

Kolkata, 12 May 2016

