

Magma Fincorp Raises INR 350 Cr. from FMO – the Dutch Development Bank

Mumbai, 13 December 2019: Mumbai-based asset finance company, Magma Fincorp Limited today announced that the company has raised INR 350 Crore by way of Non- Convertible Debentures (NCDs) from Nederlandse Financierings Maatschappij Voor Ontwikkelingslanden N.V. (FMO), a Dutch Entrepreneurial Development Bank, to support the company's on-going growth plans. The NCDs issued on a private placement basis are unlisted, redeemable, senior secured and transferable.

This investment by FMO is under Voluntary Retention Route (VRR) for investment in Indian debt by FPI. Proceeds of the NCDs shall be utilized for the company's ongoing business operations including expansion and growth of its micro and small and medium enterprise (MSME) loan portfolio.

Commenting on the fund raise, **Kailash Baheti, Chief Financial Officer, Magma Fincorp** said, "The issuance to a well-known FPI namely FMO is a reflection of Magma's standing in the market and our strong connect with the investment community. We have strong legacy and have performed well even in adverse conditions in the past and thus the brand has been recognized for the expertise we have in the rural retail lending space."

Linda Broekhuizen, Chief Investment Officer FMO said: "Helping countries to meet the needs of the underbanked and underserved is an important part of FMO's strategy. We are proud to have Magma Fincorp as our partner on the ground and be able to further support the expansion of Magma's MSME loan portfolio. Magma Fincorp is specialized in financing solutions to the underbanked primarily in rural and semi urban areas therefore supporting the SDG 10, reduced inequalities."

About FMO

FMO is the Dutch entrepreneurial development bank, with a mission to empower entrepreneurs to build a better world. As a leading impact investor, FMO supports sustainable private sector growth in developing countries and emerging markets by investing in ambitious projects and entrepreneurs. FMO believes that a strong private sector leads to economic and social development and has a close to 50-year proven track-record of empowering people to employ their skills and improve their quality of life. FMO focuses on three sectors that have high development impact: financial institutions, energy, and agribusiness, food & water. With a committed portfolio of EUR 9.7 billion spanning over 85 countries, FMO is one of the larger bilateral private sector developments banks globally.

About Magma Fincorp Limited

Magma Fincorp Limited ("Magma") a Mumbai-based non-deposit taking non-banking finance company (NBFC), is registered with the Reserve Bank of India (RBI) as an Asset Finance Company. The Company started operations nearly three decades back and is listed on the BSE Limited and the National Stock Exchange of India Ltd.



Magma a financial conglomerate offers a bouquet of financial products including commercial finance, agri finance, SME finance and mortgage finance and general insurance. Magma is focused on the rural and semi-urban sector with a widespread coverage and presence across 312 Branches. Magma customer base has crossed 2.4 million and manages a loan book of Rs 16,463 crores.

For more information please log on to: www.magma.co.in

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