



## MAGMA FINCORP LIMITED

### Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2017

(₹ in lacs)

Particulars	Quarter Ended			Year Ended	
	31 March 2017	31 December 2016	31 March 2016	31 March 2017	31 March 2016
	(Unaudited) <sup>#</sup>	(Unaudited)	(Unaudited) <sup>#</sup>	(Audited)	(Audited)
<b>1. Income from operations</b>					
(a) Revenue from operations	47,184.80	48,785.25	53,626.40	197,297.85	210,964.03
<b>Total income from operations</b>	<b>47,184.80</b>	<b>48,785.25</b>	<b>53,626.40</b>	<b>197,297.85</b>	<b>210,964.03</b>
<b>2. Expenses</b>					
(a) Employee benefits expense	5,739.92	5,923.52	5,311.64	23,020.76	24,658.18
(b) Depreciation and amortisation expense	1,224.49	1,361.80	891.75	4,828.66	3,934.44
(c) Provisions and bad debts written-off	28,681.69	9,114.74	8,742.12	54,232.49	33,736.41
(d) Brokerage and commission	2,761.90	2,551.58	2,772.58	10,606.68	11,658.20
(e) Other expenses	3,602.39	3,856.68	3,101.56	14,657.05	13,522.33
<b>Total expenses</b>	<b>42,010.39</b>	<b>22,808.32</b>	<b>20,819.65</b>	<b>107,345.64</b>	<b>87,509.56</b>
<b>3. Profit from operations before other income and finance costs (1-2)</b>	<b>5,174.41</b>	<b>25,976.93</b>	<b>32,806.75</b>	<b>89,952.21</b>	<b>123,454.47</b>
4. Other income	1,328.47	1,177.66	664.52	4,906.65	2,951.52
<b>5. Profit from ordinary activities before finance costs (3+4)</b>	<b>6,502.88</b>	<b>27,154.59</b>	<b>33,471.27</b>	<b>94,858.86</b>	<b>126,405.99</b>
6. Finance costs	21,512.17	22,576.73	24,959.24	93,788.05	99,808.90
<b>7. Profit from ordinary activities before tax (5-6)</b>	<b>(15,009.29)</b>	<b>4,577.86</b>	<b>8,512.03</b>	<b>1,070.81</b>	<b>26,597.09</b>
8. Tax expense (includes deferred tax)	(4,760.14)	1,634.00	2,898.16	461.13	7,882.12
<b>9. Net Profit from ordinary activities after tax (7-8)</b>	<b>(10,249.15)</b>	<b>2,943.86</b>	<b>5,613.87</b>	<b>609.68</b>	<b>18,714.97</b>
10. Paid-up equity share capital (Face value of ₹ 2/- each)	4,739.19	4,738.67	4,736.57	4,739.19	4,736.57
11. Reserves and surplus				199,050.19	198,404.64
12. Earnings per share (not annualised)					
(a) Basic (in ₹)	(4.33)	1.24	2.36	0.26	7.84
(b) Diluted (in ₹)	(4.32)	1.24	2.35	0.26	7.82

See accompanying notes to the financial results

<sup>#</sup> Balancing figures



## MAGMA FINCORP LIMITED

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2017

### Standalone Statement of Assets and Liabilities

Particulars		(₹ in lacs)	
		As at 31 March 2017 (Audited)	As at 31 March 2016 (Audited)
<b>A. EQUITY AND LIABILITIES</b>			
<b>1. Shareholders' funds</b>			
(a) Share capital	4,739.19	6,036.77	
(b) Reserves and surplus	199,050.19	198,404.64	
<b>Sub-total - shareholders' funds</b>	<b>203,789.38</b>	<b>204,441.41</b>	
<b>2. Non-current liabilities</b>			
(a) Long-term borrowings	238,677.37	260,363.35	
(b) Long-term provisions	18,534.81	29,144.31	
<b>Sub-total - non-current liabilities</b>	<b>257,212.18</b>	<b>289,507.66</b>	
<b>3. Current liabilities</b>			
(a) Short-term borrowings	487,335.75	595,411.83	
(b) Trade payables	18,307.40	16,083.37	
(c) Other current liabilities	171,123.45	179,857.39	
(d) Short-term provisions	1,426.58	5,580.29	
<b>Sub-total - current liabilities</b>	<b>678,193.18</b>	<b>796,932.88</b>	
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>1,139,194.74</b>	<b>1,290,881.95</b>
<b>B. ASSETS</b>			
<b>1. Non-current assets</b>			
(a) Fixed assets	21,643.99	21,339.02	
(b) Non-current investments	53,284.47	43,217.58	
(c) Deferred tax assets (net)	1,971.67	2,762.87	
(d) Long-term loans and advances	624,483.61	742,243.92	
(e) Other non-current assets	16,913.69	8,232.57	
<b>Sub-total - non-current assets</b>	<b>718,297.43</b>	<b>817,795.96</b>	
<b>2. Current assets</b>			
(a) Current investments	4,737.23	2,597.22	
(b) Trade receivables	643.21	706.97	
(c) Cash and bank balances	27,249.11	36,045.96	
(d) Short-term loans and advances	380,302.82	425,623.51	
(e) Other current assets	7,964.94	8,112.33	
<b>Sub-total - current assets</b>	<b>420,897.31</b>	<b>473,085.99</b>	
<b>TOTAL - ASSETS</b>		<b>1,139,194.74</b>	<b>1,290,881.95</b>



## MAGMA FINCORP LIMITED

### Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31 March 2017

#### 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 11 May 2017.
- 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 unmodified opinion thereon.
- 3] Figures for the quarter ended 31 March 2017 and 31 March 2016 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 1,25,000 options under Magma Employee Stock Option Plan 2007 (MESOP 2007) at an exercise price of ₹ 60/- per share to the 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 13 August 2016 and 08 February 2017, 90,000 equity shares and 26,000 equity shares respectively of the face value of ₹ 2/- each to the eligible employees of the Company and on 26 April 2016, 15,000 equity shares of the face value of ₹ 2/- each to an eligible ex-employee of the Company, under Employee Stock Option Plan pursuant to SEBI (ESOS and ESPS) Guidelines, 1999, and with corresponding provision of SEBI (Share Based Employee Benefits) Regulations 2014, as amended from time to time. Consequent to the said allotment, the total paid-up equity share capital of the Company stands increased to 23,69,59,672 equity shares of ₹ 2/- each aggregating to ₹ 4,739.19 lacs. The equity shares issued and allotted as aforesaid rank pari passu with the existing equity shares of the Company in all respect.
- 6] 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 4.57 % (on pro-rata basis) for the financial year 2016-17 subject to approval of the shareholders. In terms of revised Accounting Standard (AS) 4 'Contingencies and Events occurring after the Balance Sheet date' as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules, 2016, the Company has not appropriated proposed equity and preference dividend (including taxes) aggregating to ₹ 2,281.59 lacs & ₹ 0.89 lacs respectively from the statement of profit and loss for the year ended 31 March 2017. However, the proposed dividend as at 31 March 2016 was accounted for as liability in accordance with the then existing Accounting Standard.
- 7] The dispensation benefit provided post demonetisation by the Reserve Bank of India on classification of loan accounts as sub-standard was availed only on tractor loan portfolio in the quarter ended 31 December 2016 by the Company. As a result, the charge for the quarter ended 31 December 2016 on account of such provision was lower by ₹ 1,345.25 lacs (including income de-recognition thereon). No such dispensation benefit has been availed during the quarter ended 31 March 2017.
- 8] During the quarter, the Company has sold non-performing assets (NPAs) of ₹ 59,347.56 lacs which includes NPAs greater than 2 years in asset backed portfolio and greater than 6 months in mortgage portfolio. The aforesaid sale has resulted in reduction of profit after tax by ₹ 12,625.97 lacs for the quarter and year ended 31 March 2017.
- 9] During the quarter, the Company has recorded an additional provision of ₹ 2,082.00 lacs towards NPAs which are more than 15 months overdue. This additional provision is in line with the RBI guidelines on NPA provisioning norms applicable for the year ending 31 March 2018. Accordingly, the profit before tax for the quarter and year ended 31 March 2017, is lower to the extent of ₹ 2,082.00 lacs.
- 10] The listed Non Convertible Debentures of the Company as on 31 March 2017 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] 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.
- 12] 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  
DIN No.: 00009894

Place : Mumbai  
Dated : 11 May 2017

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