



Fusion Microfinance (Pvt.) Ltd.

Letter No. : FMPL/SEC/2016-17/BSE-25

Date: February 22, 2017

The General Manager
BSE Limited,
1st Floor, P J. Towers,
Dalal Street,
Mumbai – 400 001.

Dear Sir,

SUB: APPROVAL AND PUBLICATION OF UNAUDITED RESULTS FOR THE HALF YEAR ENDED ON SEPTEMBER 30, 2016

In accordance with Regulation 52(1) & (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that Board of Directors of **Fusion Microfinance Private Limited** in their meeting held on Thursday, February 16, 2017 at H-1, C Block, Community Centre, Naraina Vihar, New Delhi -110028 has approved the unaudited Financial Results along with limited review report for the Half Year ended on September 30, 2016. The copy of the unaudited results and limited review report are attached as annex A.

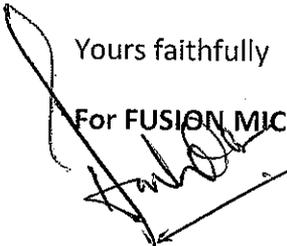
The copy of the results published in the newspaper "**The Financial Express**" is attached for your reference

Kindly take the same on your records.

Thank you.

Yours faithfully

For **FUSION MICROFINANCE PRIVATE LIMITED**


Devesh Sachdev
Director & CEO



Fusion Micro Finance Private Limited
Registered office address : H-1, C Block, Community Centre, Naraina Vihar, New Delhi-110028
Statement of unaudited financial results for the half year ended 30 September 2016

Particulars	Six months ended		Year ended
	30 September 2016	30 September 2015	31 March 2016
	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	9,362.34	4,373.37	10,743.59
(a) Interest on advances	7,610.63	3,661.56	8,922.49
(b) Income on investments	452.93	132.58	224.50
(c) Interest on balances with Reserve Bank of India and other inter bank funds	-	-	-
(d) Others	1,298.78	579.23	1,596.60
2. Other income	185.50	144.93	290.82
3. Total income (1+2)	9,547.84	4,518.30	11,034.41
4. Interest expended	4,089.88	2,096.67	4,815.34
5. Operating expenses (i)+(ii)	3,197.89	1,553.96	3,726.85
(i) Employees cost	2,164.27	1,115.58	2,580.65
(ii) Other operating expenses	1,033.62	438.38	1,146.20
6. Total expenditure ((4+5) excluding provisions and contingencies	7,287.77	3,650.63	8,542.19
7. Operating profit before provisions and contingencies (3-6)	2,260.07	867.67	2,492.22
8. Provisions (other than tax) and contingencies	215.28	122.70	263.45
9. Exceptional items	-	-	-
10. Profit (+)/ loss (-) from ordinary activities before tax (7-8-9)	2,044.79	744.97	2,228.77
11. Tax expense	823.88	300.80	887.10
12. Net profit(+)/ loss(-) from ordinary activities after tax (10-11)	1,220.91	444.17	1,341.67
13. Extraordinary items (net of tax expense)	-	-	-
14. Net profit (+)/ loss (-) for the period (12-13)	1,220.91	444.17	1,341.67
15. Paid-up equity share capital (Face value Rs. 10 per share)	3,517.47	1,913.80	1,913.80
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)	-	-	3,082.59
17. Analytical ratios			
(i) Capital adequacy ratio	24.21%	28.13%	21.11%
(ii) Earnings per share (EPS)			
- Basic EPS	4.82*	2.60*	7.76
- Diluted EPS	4.13*	1.54*	4.61
18. Debt Equity Ratio [(Long term borrowings+Short Term Borrowings+Current Maturities of Long Term Borrowings)/Shareholders' Fund]	3.30	5.76	6.95
19. Net Worth [Paid up share capital + reserves out of profits+ securities premium - accumulated losses-deferred expenditure - miscellaneous expenditure not written off]	22,401.54	6,066.29	6,716.88
20. NPA Ratios			
a) Gross NPA/Net NPA	7.31	7.55	11.34
b) % of Gross NPA	0.44	0.49	0.31
c) % of Net NPA	0.06	0.07	0.03
d) Return on assets (PAT/Average loan assets)	1.98%*	1.48%*	3.68%

*Not annualised

Notes to the financial results:

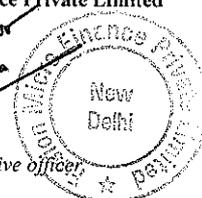
- The above results were duly reviewed by the Audit Committee and approved at the meeting of Board of Directors of the Company held on 16 February 2017.
- The statutory auditors have carried out limited review of the unaudited financial results of the Company for the half year ended 30 September 2016.
- The Credit Analysis and Research Limited (CARE) have assigned following ratings to the Company:

Facility	Current rating	Previous rating	Amount
Long term bank facility	CARE BBB+	CARE BBB	Rs. 300 crores enhanced from Rs. 100 crores
Non convertible debentures	CARE BBB+	CARE BBB	Rs. 10 crores

- The Company is primarily engaged in the business of Micro Finance in India. All the activities of the Company revolve around the main business. As such there are no separate reportable segments as per Accounting Standard (AS)-17 "Segment Reporting".
- Refer Annexure-1 for payment details of interest/principal on Non Convertible Debentures.
- Previous year's/period's figures have been regrouped /reclassified, where necessary to conform current period's classification.

For Fusion Micro Finance Private Limited

Devesh Sachdev
Director and chief executive officer



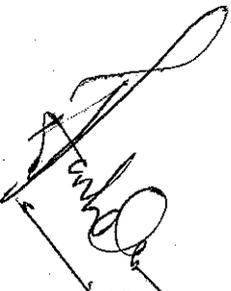
Place: New Delhi
Date: 16 February 2017

Fusion Micro Finance Private Limited
Registered office address : H-1, C Block, Community Centre, Naraina Vihar, New Delhi-110028
Statement of unaudited financial results for the half year ended 30 September 2016

Annexure - I

S.No.	Series No.	Previous Due Date		Next Due Date	
		Principal	Interest	Principal	Interest
1	Hinduja Leyland Finance Ltd - CBO-II	NCD 1	28 July 2016	28 July 2016	-
2	Ratnakar Bank Limited -CBO-IV	NCD 2	28 September 2016	28 September 2016	28 October 2016
3	Mahindra & Mahindra Finance -CBO-III	NCD 3	16 September 2016	16 September 2016	-
4	Hinduja Leyland Finance Ltd-CBO-V	NCD 4	02 September 2016	02 September 2016	02 October 2016
5	Hinduja Leyland Finance Ltd-CBO-VIII	NCD 5	23 September 2016	23 September 2016	24 October 2016
6	IFMR Flmpact Investment Private Limited	NCD 6	-	29 September 2016	-
7	Blue Orchard (Microfinance Initiative for Asia)	NCD 7	-	16 June 2016	-
8	Blue Orchard (Microfinance Enhancement Facility)	NCD 8	-	30 April 2016	-
9	AAV Saral-Symbotic	NCD 9	-	13 May 2016	-
10	ASN-Novvb Mikrokreditfonds	NCD 10	-	-	-
11	AAV Saral-Symbotic	NCD 11	-	-	-
12	Blue Orchard(Blue Orchard Micro Finance Fund)	NCD 12	-	-	-
13	UTI International Wealth Creator 4	NCD 13	-	-	-

All the principal and interest due were paid on due dates.




B S R & Associates LLP

Chartered Accountants

8-2-618/2, Reliance Humsafar,
4th Floor, Road, No. 11,
Banjara Hills
Hyderabad - 500 034. India.

Telephone +91 40 3046 5000
Fax +91 40 3046 5299

Independent Auditor's Review Report

To
**The Board of Directors of
Fusion Micro Finance Private Limited**

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of Fusion Micro Finance Private Limited ("the Company") for the half year ended 30 September 2016. The Statement has been prepared by the Company pursuant to Regulation 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company in their meeting held on 16 February 2017. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of interim financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

for **B S R & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 116231W/ W-100024



Ritesh Goyal

Partner

Membership No.: 115007

Place: Hyderabad

Date: 16 February 2017

THE second round of talks for the expansion of the India-MERCOSUR preferential trade agreement (PTA) is slated to take place in New Delhi on February 27. The expansion of the agreement will be of strategic importance to boost trade relations between the countries involved, with the trade volume target set at \$30 billion in 2030.

Confirming this, highly-placed government source told *FE*, "We are keen on fast-tracking the process on the expansion of the PTA and negotiations on margin of preference (MoP) on the tariff lines to be offered by each side will be discussed later this month."

"The forthcoming negotiations will review the demands of the grouping and will be an opportunity for India to weigh its options before taking any decision related to cutting down duties," the source added.

On whether the expansion of the grouping will also be discussed, the source pointed out, "The expansion of the grouping was not on the agenda. The MERCOSUR secretariat is the decision-making body."

All South American countries are linked to MERCOSUR, either as member states or associate members. Chile, Peru, Colombia and Ecuador are associate members, in addition to Guyana and Suriname, which acquired this status in July 2013. In December 2012, with the signing of the protocol of accession of Bolivia to MERCOSUR, the accession process as a member state has started; however, no firm decision has been taken regarding its full membership to the grouping.

As reported by *FE* earlier, both sides have already exchanged lists of items where each side is seeking greater market — India has exchanged a wish list of 4,836 tariff lines at an 8-digit code with MERCOSUR (Brazil, Argentina, Paraguay and Uruguay) in July last year and the MERCOSUR grouping has exchanged their wish list of 3,358 tariff lines at an 8-digit HS code.

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Fusion Micro Finance Pvt. Ltd.				
Registered office address : H-1, C Block, Community Centre, Naraina Vihar, New Delhi-110028				
CIN : U74899DL1994PTC061287				
Statement of unaudited financial results for the half year ended 30 September 2016				
			(Rs in lakhs)	
S. No.	PARTICULARS	Six months ended		Year ended
		30 Sep. 2016	30 Sep. 2015	31 March 2016
		Unaudited	Unaudited	Audited
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For Fusion Micro Finance Private Limited
Sd/-
Devesh Sachdev
Director and Chief Executive Officer

Place: New Delhi
Date: 16th February, 2017

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All the principal and interest due were paid on due dates.



www.hdfcfund.com

HDFC Asset Management Company Limited
A Joint Venture with Standard Life Investments
CIN: U65991MH1999PLC123027

Registered Office: HDFC House, 2nd Floor, H.T. Park Marg, 165-166, Backbay Reclamation