

PRESS RELEASE

MMFSL Rights Issue to raise up to INR 3,000 Crore of primary capital

Mumbai, 2nd May, 2025: The Board of Directors of Mahindra & Mahindra Financial Services Limited (MMFSL), a leading provider of financial services in Emerging India, had on 13th February 2025 approved fund raise of up to INR 3,000 Crore by way of Rights Issue to eligible shareholders of the Company. Subsequent, SEBI has issued SEBI (Issue of Capital and Disclosure Requirements) (Amendment) Regulations, 2025 **wherein it has considerably simplified the Rights issue process thereby making it time, process and cost efficient**. Accordingly, to avail benefits of the same, the Board of Directors of MMFSL at its meeting held today have passed a fresh resolution to approve fund raise of up to INR 3,000 Crore by way of Rights Issue under the simplified rights issue process.

Key Points:

- MMFSL has demonstrated strong growth in its Secured Asset portfolio (AUM CAGR 20 %*).
- The business remains committed to asset quality as demonstrated by its GS3 staying below 4% throughout F25. Consequently, Credit Cost also have been below 2%.
- As MMFSL looks towards the future, it sees tremendous growth opportunity tied to India's domestic consumption growth.
- As a leading AAA rated NBFC financier for Emerging India, MMFSL expects to benefit from India's growth through its well-diversified product offering.
- In line with its philosophy of high-quality Asset growth backed by a strong balance sheet, MMFSL is planning a Rights Issue of up to INR 3,000 Crore to augment its Tier 1 capital.
- This Capital raise will enhance Tier 1 Capital by more than 200 bps enabling Company's growth aspirations for next few years.

**Note: last 24 months*

About Mahindra & Mahindra Financial Services Limited

Mahindra & Mahindra Financial Services Limited (MMFSL), part of the Mahindra Group, is one of India's leading non-banking finance companies. Focused on the rural and semi-urban sector, the Company has over 10 million customers and has an AUM of over USD 14.1 Billion. The Company is a leading vehicle and tractor financier, provides loans to SMEs and also offers fixed deposits. The Company has 1,365 offices and reaches out to customers spread over 4,80,000 villages and 8,000 towns across the country, transforming more than 1 crore lives.

Learn more about Mahindra Finance on www.mahindrafinance.com / Twitter and Facebook: @MahindraFin

About Mahindra

Founded in 1945, the Mahindra Group is one of the largest and most admired multinational federation of companies with 260,000 employees in over 100 countries. It enjoys a leadership position in farm equipment, utility vehicles, information technology and financial services in India and is the world's largest tractor company by volume. It has a strong presence in renewable energy, agriculture, logistics, hospitality and real estate.

The Mahindra Group has a clear focus on leading ESG globally, enabling rural prosperity and enhancing urban living, with a goal to drive positive change in the lives of communities and stakeholders to enable them to Rise.

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