



Letter No. FMFL/SEC/2023-24/SE-17

Date: 02.05.2023

The Manager Listing Department National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block Bandra Kurla Complex, Bandra (E), Mumbai - 400 051	The Manager Listing Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001
Scrip Code: FUSION	Scrip Code: 543652

Sub: GRADING OF 'MFI – 1' (MFI ONE) – ANNOUNCEMENT UNDER REGULATION 30 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Dear Sir/Ma'am,

In accordance with Regulation 30 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that CARE Advisory Research & Training Ltd (Wholly-owned subsidiary of CARE Ratings Ltd.) has assigned a Grading of '**MFI 1' (MFI One)** to the Company. A copy of confirmation received from CARE Advisory has been enclosed herewith.

Request you to take the same on records.

Thanking you

For Fusion Micro Finance Limited

(Formerly Fusion Micro Finance Private Limited)

Deepak Madaan

Company Secretary & Compliance Officer

Membership No. A24811

Place: Gurugram

Mr. Devesh Sachdev
Managing Director
Fusion Microfinance Limited
H1, C Block Community Centre,
Naraina Vihar, New Delhi,
110028

May 01st, 2023
Reference No.- CART/MUM/APR/2024/003

CONFIDENTIAL

Dear Sir,

Grading of Micro Financing Institution (MFI)

Please refer to your request for grading of your organization.

1. Our Grading Committee has assigned a grading of '**MFI 1' (MFI One)** to your organization.

Type of Grading	Grading
MFI Grading	<u>MFI 1</u> (MFI One)

A brief detail of the grading scale and symbols of the MFI Grading by CARE Advisory Research and Training Limited (CareEdge Advisory) has been provided in Annexure I.

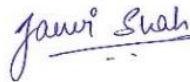
2. This is a one-time assessment of the MFI which can be reviewed by CareEdge Advisory only upon specific request from your organization and shall not be subject to any surveillance. The grading will be valid till **May 01st, 2024 i.e. one year from the grading assignment date.**
3. MFI grading is specific to your organization and not specific to any debt instrument or borrowing programme.
4. MFI grading is meant for specific use of institutional investors/lenders and shall not be used for raising funds from the public.
5. CareEdge Advisory's Grading is an opinion on the relative capability of the organisation to undertake micro-financing activity and does not constitute a recommendation to buy, hold or sell any financial instrument issued by the organisation or to make loans/ donations/ grants to the said organisation.
6. If you need any clarification, you are welcome to approach us in this regard.

Thanking you

Yours faithfully,



Praveen Pardeshi
Assistant Director



Tanvi Shah
Director



Annexure I

CARE Advisory's MFI Grading Symbols and Scale

MFI's operational & financial capability to undertake and sustain the targeted level of operation is graded on an **eight-point scale** as below:

Grading Scale	Definitions
MFI 1	Highest capacity to manage their microfinance operations in a sustainable manner.
MFI 2+	High capacity to manage their microfinance operations in a sustainable manner.
MFI 2	Above average capacity to manage their microfinance operations in a sustainable manner.
MFI 3+	Average capacity to manage their microfinance operations in a sustainable manner.
MFI 3	Modest capacity to manage their microfinance operations in a sustainable manner.
MFI 4+	Low capacity to manage their microfinance operations in a sustainable manner.
MFI 4	Very low capacity to manage their microfinance operations in a sustainable manner.
MFI 5	Lowest capacity to manage their microfinance operations in a sustainable manner.