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Fusion Finance Limited

(Formerly known as Fusion Micro Finance Limited)

Date: 27.02.2026

Letter No. FFL/SEC/2025-26/SE-127

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
Symbol: FUSION	Scrip Code: 543652, 977381, 977412

Sub: Press Release titled "Fusion Finance Highlights Uttar Pradesh's Strategic Importance as One of India's Largest MFI and MSME Markets: Outlines State Level Priorities"

Dear Sir/Ma'am,

Pursuant to Regulation 30 and Regulation 51 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we herewith enclose the Press release being issued by the Company titled "**Fusion Finance Highlights Uttar Pradesh's Strategic Importance as One of India's Largest MFI and MSME Markets: Outlines State-Level Priorities**".

The same is available on the website of the Company viz. www.fusionfin.com.

We request you to kindly take the above on record.

Thanking you.

Yours truly,
For Fusion Finance Limited
(Formerly Fusion Micro Finance Limited)

Vikrant Sadana
Company Secretary & Compliance Officer
Place: Gurugram

Encl: a/a

Fusion Finance Highlights Uttar Pradesh's Strategic Importance as One of India's Largest MFI and MSME Markets: Outlines State-Level Priorities

- *Underscores Uttar Pradesh as a core microfinance and MSME lending market amid return to profitability in Q3 FY26*
- *Leverages disciplined credit execution, improving asset quality, strong operational fundamentals, and an extensive branch footprint to support sustainable growth*

Varanasi, Uttar Pradesh | 27 February 2026: Fusion Finance Limited today reaffirmed its strategic focus on Uttar Pradesh, identifying the state as one of India's most significant markets for advancing financial inclusion alongside sustainable microfinance and MSME lending growth.

Uttar Pradesh remains to be central to the Company's operating strategy, driven by its large rural and semi-urban population, growing entrepreneurial activity, expanding inclusive finance ecosystem, and sustained demand for credit among low-income households and micro-entrepreneurs. The state's scale and socio-economic diversity makes it a critical geography for extending responsible finance to underserved communities.

Uttar Pradesh represents a structurally strong and diversified credit market. Increasing financial awareness, gradual formalization of rural credit channels, and wider digital adoption are steadily strengthening access to organized finance. These trends, combined with a resilient repayment culture and a gradual shift toward responsible and data-led underwriting practices, position Uttar Pradesh as a high-growth region within India's broader microfinance landscape, holding nearly 11% market share in the MFI space.

As of 31st December 2025, Fusion Finance's portfolio in Uttar Pradesh stood at INR 1837 Crore, comprising INR 1543 Crore in microfinance representing 25% of overall MFI book and INR 294 Crore in MSME lending, representing 40% of MSME book, supported by 271 MFI branches and 28 MSME branches serving around 5.52 lac active MFI loan accounts, and 8,000 MSME loan accounts. Across India, Fusion Finance's total Asset Under Management (AUM) stood at Rs. 6,876 crore as of December 31, 2025 with over 23.4 lakh customers.

Speaking about the Company's commitment in Uttar Pradesh, **Mr. Sanjay Garyali, MD & CEO, Fusion Finance Limited**, said: *"Q3 FY26 was a quarter of steady and disciplined execution for Fusion Finance. We delivered profitability while continuing to deepen our operational reach and strengthen asset quality. Markets like Uttar Pradesh remain a prime focus for us because of the strong demand for responsible credit and the opportunity to extend both microfinance and secured MSME solutions in a calibrated manner. We will continue to invest in digital capabilities, risk-based underwriting, and real-time monitoring tools to enhance customer experience and build high-quality portfolios that support sustainable, long-term growth."*

Over the past year, Fusion has reinforced its institutional framework across key states, including Uttar Pradesh, by strengthening branch-level monitoring, expanding digital onboarding (eKYC and digital signing), and deploying analytics for credit decisioning and used AI for operational efficiency. These



measures have accelerated disbursement processes, improved operational efficiency, and bolstered discipline in underwriting and collections.

Mr. Garyali reiterated that Uttar Pradesh will remain central to Fusion’s mission of enabling broader financial inclusion for underserved women and micro-entrepreneurs. With stronger fundamentals, improved profitability, and a forward-looking strategy, the company is well-positioned to support the state’s evolving credit landscape and build on its growth momentum in the quarters ahead.

About Fusion Finance Limited (Formerly Fusion Micro Finance Limited):

Fusion Finance [BSE (BOM: 543652) and NSE (NSE: FUSION)], founded in 2010, is among India’s leading Non- Banking Financial Company-Microfinance Institutions (NBFC-MFIs), touching the lives of ~ 23.4 lakh clients in the country. Fusion was established with the core idea of creating opportunities at the bottom of the pyramid by providing financial services to the underserved and unserved women entrepreneurs in rural areas. It is one of the youngest companies to be among the top NBFC MFIs in the country, with an Asset under Management (AUM) of INR 6,876 crore. The company has been growing consistently with an extensive network of 1,537 branches spread across 22 states, including 3 Union Territories, as of 31st December 2025. Fusion believes in robust business practices and transparent policies, as expressed in its customer-centric efforts toward clients, and is committed to creating sustained and balanced stakeholder value.

For more information, please visit www.fusionfin.com or contact:

<p><u>Fusion Finance Limited</u></p> <p>Ms. Bharti Sharma (Head Corporate Communications) Email: bharti.sharma@fusionfin.com</p>	<p>Ms. Maimuna Dhorajiwala (Senior Account Manager, Adfactors PR) Email: maimuna.dhorajiwala@adfactorspr.com</p>
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