



CIN : L65100DL1994PLC061287

# Fusion Finance Limited

(Formerly known as Fusion Micro Finance Limited)

Date: 06.02.2026

Letter No. FFL/SEC/2025-26/SE-112

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 Scrip Code: FUSION	The Manager Listing Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001 Scrip Code: 543652, 977381, 977412
--	---

**Subject: Outcome of Board Meeting dated February 6, 2026 – pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).**

Dear Sir/ Madam,

Pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Listing Regulations**”), we wish to inform you that the Board of Directors of the Company in its meeting held today i.e. Friday, February 6, 2026 has, *inter-alia*, considered and approved the following:

- I. The Unaudited Financial Results of the Company for the Quarter and nine-months ended on December 31, 2025 and noted the Limited Review Report thereon issued by M/s. B.K. Khare & Co, Chartered Accountants, as Statutory Auditors of the Company.

A copy of the aforesaid Financial Results along with the Limited Review Report and Press Release are attached herewith as **Annexure-A**.

- II. Appointment of Mr. Brahmanand Hegde (DIN: 02984527) as an Additional Non-Executive Independent Director of the Company, as recommended by Nomination and Remuneration Committee, for a period of 5 (five) consecutive years w.e.f. Friday, February 6, 2026 subject to the approval of the shareholders of the Company.

Mr. Hegde, is a seasoned finance professional and entrepreneur, having over 30 years of experience, with deep expertise in microfinance, rural banking, and financial inclusion. He is a founder and one of the key promoters of Vistaar Finance, focused on designing tailored credit solutions for small businesses and livelihood sectors. His deep expertise in microfinance, rural banking, and financial inclusion business leadership will further strengthen the Board’s capabilities and oversight.

The required details of Mr. Brahmanand Hegde, as per Regulation 30 read with Schedule III of Listing Regulations and SEBI circular no. SEBI/HO/CFD/CFD PoD\1/P/CIR/2023/123 dated July 13, 2023, are enclosed herewith as ‘**Annexure-B**’.

The meeting of the Board commenced at 04:00 PM (IST) and concluded at 07:15 PM (IST).

You are requested to kindly take the above on record.

Thanking you.

Yours truly,

For **Fusion Finance Limited**

**(Formerly known as Fusion Micro Finance Limited)**

**Vikrant Sadana**

**Company Secretary & Compliance Officer**

Enc: a/a

**Fusion Finance Limited**

**Financial Results for Q3 & 9M FY26**

**Fusion Finance Reports 23% QoQ growth in disbursements in Q3 FY26;**

**PAT at INR 14Cr.**

~ Healthy capital adequacy position with CRAR at 38.80% ~

~ Net Interest Margin (NIM) increased to 11.32% in Q3 FY26 vs 10.85% in Q2 FY26 ~

~ Strong business performance drives profitability and liquidity;

Going Concern caveat removed

**Delhi, 06<sup>th</sup> February 2026:** Fusion Finance Limited (formerly Fusion Micro Finance Limited) [BSE: 543652 | NSE: FUSION] reported a strong operational and financial performance in Q3 FY26, with total loan disbursements rising 23% quarter-on-quarter to INR 1,594 crore, the highest level recorded in the last five quarters. The company reported a profit after tax of INR 14 crore in Q3 FY26, compared to a loss of INR 22 crore in Q2 FY26, reflecting continued improvement in portfolio quality, margins, and balance sheet strength. The reported profitability includes a one-time impact of ₹6.91 crore arising from the implementation of the new labour code

Asset under management stood at INR 6,876 crore as of December 2025, while the active borrower base stood at ~23.4 lakh. The company operated through 1537 branches across 22 states, including 3 Union Territories, with collection efficiency reaching its highest level in the last six quarters, underlining improving recovery trends and asset quality discipline.

Net Interest Margin (NIM) improved to 11.32% in Q3 FY26 from 10.85% in Q2 FY26, supported by improving portfolio trends and a reduction in the cost of funds to 10.28% from 10.35% in the previous quarter. Total income stood at INR 424 crore in Q3 FY26 compared to INR 433 crore in Q2 FY26, while net interest income remained stable at INR 237 crore versus INR 247 crore in the previous quarter. Pre-provision operating profit rose to INR 94 crore in Q3 FY26 from INR 89 crore in Q2 FY26.

Asset quality indicators continued to strengthen during the quarter. Gross NPA declined to 4.38% from 4.61% in Q2 FY26, while Net NPA stood at 0.63%. Credit cost reduced to INR 79 crore in Q3 FY26 from INR 111 crore in Q2 FY26, with sustained Stage 3 provision coverage of ~86%.

The balance sheet remained robust, supported by a healthy capital adequacy position with CRAR at 38.80%, backed by the recently completed Rights Issue. Liquidity remained strong at INR 1783 crore, comprising cash, cash equivalents, and liquid assets, amounting to 23.01% of total assets.

*Sharing his views, **Mr. Sanjay Garyali, MD & CEO, Fusion Finance Limited**, said, "Q3 FY26 was a quarter of steady and disciplined execution for Fusion Finance. We remained focused on strengthening our core fundamentals, maintaining portfolio quality, and pursuing calibrated growth in a dynamic operating environment. The quarter saw continued improvement in collections across both the overall portfolio and the new book, reinforcing the resilience of our business model and the effectiveness of our risk and underwriting practices. As we move ahead, we will stay committed to responsible lending, prudent risk management, and building a stronger, more resilient portfolio that supports sustainable long-term value creation for all stakeholders."*

Overall, Q3 FY26 performance reflects continued balance sheet strengthening, margin expansion, and a return to profitability, positioning the company for the next phase of growth.

**Financial Snapshot: (₹ In cr)**

Particulars	Q3 FY26	Q2 FY26	QoQ	Q3 FY25	YoY	9M FY26	9M FY25	YoY%
Interest Income	362.86	385.02	(5.76%)	438.18	(17.19%)	1,170.03	1,685.54	(30.58%)
Total Income	424.10	432.69	(1.99%)	482.51	(12.11%)	1,302.36	1,892.90	(31.20%)
Finance Cost	123.46	134.27	(8.05%)	213.67	(42.22%)	406.62	664.44	(38.80%)
Profit/(loss) Before Tax	14.05	(22.14)	n.m.	(507.52)	n.m.	(100.34)	(968.45)	n.m.
Profit/(loss) After Tax	14.05	(22.14)	n.m.	(719.32)	n.m.	(100.34)	(1,059.98)	n.m.
EPS (Basic) (₹)	1.05	(1.69)		(65.44) *		(7.73)	(96.44) *	
EPS (Diluted) (₹)	1.05	(1.69)		(65.44) *		(7.73)	(96.44) *	

\*Adjusted for Right Issues

**Key Metrics: Q3 FY26**

(₹ In Cr)

Particulars	Q3 FY26	Q2 FY26	QoQ	Q3 FY25	YoY	9M FY26	9M FY25	YoY%
AUM	6,875.84	7,038.06	(2.30%)	10,599.37	(35.13%)	6,875.84	10,599.37	(35.13%)
Borrowers	0.234	0.258	(9.30%)	0.366	(36.07%)	0.234	0.366	(36.07%)
Number of Branches	1,537	1,545	(0.52%)	1,506	2.06%	1,537	1,506	2.06%
Net Interest Income (NII)	236.51	247.34	(4.38%)	223.35	5.89%	752.07	1,017.19	(26.06%)
Pre-Provision Operating Profit (PPOP)	93.57	89.01	5.12%	64.77	44.47%	269.19	646.36	(58.35%)
Expected Credit Loss (ECL)	352.69	444.16	(20.59%)	1,550.68	(77.26%)	352.69	1,550.68	(77.26%)

Key Ratios	Q3 FY26	Q2 FY26	Q3 FY25	9M FY26	9M FY25
Net Interest Margin (NIM)	11.32%	10.85%	8.86%	10.70%	10.66%
Cost/Income Ratio	68.88%	70.17%	75.91%	69.95%	47.38%
Opex/Average AUM	11.91%	11.38%	7.36%	10.54%	7.03%
Gross NPA	4.38%	4.61%	12.58%	4.38%	12.58%
Return on Assets (ROA) (Annualised)	0.76%	(1.22%)	(27.58%)	(1.67%)	(13.36%)
Return on Equity (ROE) (Annualised)	2.64%	(4.59%)	(132.93%)	(6.73%)	(60.73%)

**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 31<sup>st</sup> 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](http://www.fusionfin.com) or contact:

<p><b>Fusion Finance Limited</b>  <b>Mr. Aayush Saraswat</b>  <b>(Head Investor Relations)</b>            Email: <a href="mailto:aayush.saraswat@fusionfin.com">aayush.saraswat@fusionfin.com</a></p> <p><b>Ms. Bharti Sharma</b>  <b>(Head Corporate Communications)</b>            Email: <a href="mailto:bharti.sharma@fusionfin.com">bharti.sharma@fusionfin.com</a></p>	<p><b>Adfactors PR Pvt Ltd</b>  <b>Ms. Maimuna Dhorajiwala</b>  <b>(Public Relations)</b>            Email: <a href="mailto:maimuna.dhorajiwala@adfactorspr.com">maimuna.dhorajiwala@adfactorspr.com</a></p> <p><b>Mr. Smit Shah</b>  <b>(Investor Relations)</b>            Email: <a href="mailto:smit.shah@adfactorspr.com">smit.shah@adfactorspr.com</a></p>
--	--