Muthoot Microfin Limited

Regd. Office: 13th Floor, Parinee Crescenzo, Bandra Kurla Complex
Bandra East, Mumbai, Maharashtra -400051, Phone: 0484 4277500
e-mail: info@muthootmicrofin.com | CIN: L65190MH1992PLC066228

Ref:

To

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400001
Scrip code: 544055

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra Kurla Complex, Bandra (East)
Mumbai - 400051
Symbol: MUTHOOTMF

Dear Sir/Madam,

Sub.: Press Release

Pursuant to Regulation 30 of SEBI (Listing Regulations and Disclosure Requirements), 2015, we hereby submit the Press Release on the unaudited Financial Results for the quarter and half year ended September 30, 2026. The same is also available on the website of the company at www.muthootmicrofin.com

Please take the same on record.

Thanking you,

Yours Truly
For Muthoot Microfin Limited

Neethu Ajay

Digitally signed by Neethu Ajay
Date: 2026.11.05 16:33:03 +05'30'

Neethu Ajay
Company Secretary and Chief Compliance Officer

Muthoot Microfin Limited
Regd. Office: 13th Floor, Parinee Crescenzo, Bandra Kurla Complex
Bandra East, Mumbai, Maharashtra -400051, Phone: 0484 4277500
e-mail: info@muthootmicrofin.com | CIN: L65190MH1992PLC066228

Press Release

Strong Business Momentum While Building a More Diversified and Resilient Enterprise for the Future

- **Highest-ever quarterly disbursements of Rs. 2,900 crore; GLP up 22% YoY to Rs. 15,323 crore**
- **Strengthened Portfolio Mix, Non-JLG portfolio expands to 31% of GLP**
- **Digital collections increased to 47% of total; NATCAT coverage mitigates climate and portfolio risks**
- **NIM improves by 50 bps QoQ to 12.5%; Average cost of borrowing declines to 9.93%, entering single-digit territory for the first time**
- **Credit cost at 2.6%, well-within our guided range of 2.5-3%**
- **PAT reaches 3.6x YoY, crossed Rs. 100 crore a quarter**
- **CareEdge Global outlook revised to Positive**

Mumbai, 5th November 2026: Muthoot Microfin Limited (NSE: MUTHOOTMF, BSE: 544055), among India's leading Non-Banking Financial Company-Micro Finance Institution (NBFC-MFI), focused on providing micro-loans to women entrepreneurs with a focus on rural regions of India, today announced its unaudited financial performance for the quarter and half year of the financial year 2026-27.

Business Highlights – Q2 FY27

- Achieved the highest-ever quarterly disbursements of Rs. 2,900 crore, registering a growth of 27.5% YoY and 9.7% QoQ.
- Sustained business growth, with Gross Loan Portfolio (GLP) reaching Rs.15,323 crore, registering a growth of 22.0% YoY.
- Non-JLG portfolio increased to 31% of GLP, reflecting the company's progress in diversifying its portfolio beyond the traditional JLG segment.
- Small and Micro Enterprise Loan portfolio scaled to Rs. 4,164 crore, accounting for 27% of GLP, with near-zero delinquency. Secured lending portfolio strengthened to Rs. 653 Crore.
- Digital collections increased to 46.7% of total collections, up from 25% in Q2 FY26.
- Collection efficiency improved to 98.1%, up 477 bps YoY, while X-bucket collection efficiency stood at 99.9%.
- Active customer base at 32.7 lakh, supported by a pan-India network of 1,675 branches.
- CareEdge Global Ratings revised its outlook to 'Positive' while reaffirming its BB- rating; CRISIL had earlier upgraded the company's long-term rating to AA-/Stable and reaffirmed its A1+ Commercial Paper rating.

Muthoot Microfin Limited
Regd. Office: 13th Floor, Parinee Crescenzo, Bandra Kurla Complex
Bandra East, Mumbai, Maharashtra -400051, Phone: 0484 4277500
e-mail: info@muthootmicrofin.com | CIN: L65190MH1992PLC066228

Financial Highlights – Q2 FY27

- Total income grew 26.9% YoY and 9.3% QoQ to Rs. 732.9 crore, while Net Interest Margin (NIM) improved by 50 bps QoQ to 12.5%.
- Pre-Provision Operating Profit (PPOP) increased 67.4% YoY to Rs. 249.4 crore.
- Profit After Tax (PAT) stood at Rs. 110.8 crore, registering a growth of 262.9% YoY.
- Asset quality strengthened further:
  - GNPA improved by 123 bps YoY to 3.38%.
  - NNPA (net of Stage III provisions) reduced by 36 bps YoY to 1.05%.
  - Credit Cost at 2.6%, well within the guided range of 2.5-3%
- Raised Rs. 3,213 crore during the quarter, taking H1 FY27 borrowings to Rs. 5,947 crore, supported by continued access to diversified funding sources.
- Maintained a strong liquidity position of Rs. 1,835 crore and unavailed sanctioned credit lines of Rs. 4,442 crore.
- Average cost of borrowing declined to 9.93%, entering single-digit territory for the first time, supported by improved credit ratings.
- Capital adequacy ratio (CRAR) remained healthy at 25.5%.

Commenting on the performance:

Mr. Thomas Muthoot, Chairman & Non-Executive Director of Muthoot Microfin, said

"The microfinance industry has evolved considerably over the years, expanding its role from providing access to credit to becoming an important enabler of livelihoods and entrepreneurship. As the sector matures, it is responsibility of the sector to cater to the growing aspirations of its customers. Hence, the emphasis is increasingly on building stronger institutions, diversifying lending models and ensuring that growing credit demand of its clients is met with appropriate products. This evolution will be important in shaping the industry's next phase.

At Muthoot Microfin, we have been taking steps in this direction through a gradual diversification of our lending portfolio. As of September 2026, our non-JLG portfolio accounted for 31% of our overall AUM, reflecting our progress in broadening the business beyond the traditional JLG model and offering customers a wider range of financial products.

However, our approach to growth remains firmly anchored in asset quality. While the evolving macroeconomic environment and uneven monsoon conditions call for continued vigilance, our pioneering initiatives like natural calamity insurance create sufficient safeguards for our customers. We remain confident in the resilience of our business and the underlying demand for credit across our markets. We will continue to grow in a calibrated manner, balancing growth opportunities with prudent lending practices and a long-term focus on sustainable business performance.

The recent revision of our Global Rating's outlook to 'Positive' by CareEdge, following CRISIL's upgrade of our long-term rating to AA-/Stable earlier this year, further reinforces the strength of our business and our improving credit profile.

Going forward, we will continue to build on our strong foundation, deepen our presence across our core markets and gradually strengthen our secured lending portfolio. The progress we have made gives us confidence as we work towards our FY27 priorities and longer-term Vision 30-30 ambitions."

Mr. Sadaf Sayeed, CEO, Muthoot Microfin, said

"Q2 FY27 has been a strong quarter for Muthoot Microfin, with continued improvement across all parameters: business growth, portfolio quality, operational efficiency and profitability. During Q2 Muthoot Microfin's AUM stood at Rs. 15,323 crore, registering a year-on-year growth of 22% ; disbursements rose 28% to Rs. 2,900 crore, and our quarterly profit reached 3.6x to Rs. 110 crore.

There has been consistent improvement on all operating parameters. Our Opex reduced 96 bps YoY and 29 bps QoQ . Net Interest Margins have improved by 50 bps QoQ to 12.5%. MML's Cost to income ratio has come down to 48.1% an improvement of 557 bps QoQ. The biggest shift is in our portfolio mix. Within six months, our non-JLG loans have grown from 17% to 31% of AUM, surpassing the 70:30 mix that was targeted for end of FY27. Our Small and Micro Enterprise Loan portfolio now stands at Rs. 4,164 crore, about 27% of AUM, with near-zero delinquency. Gold loans, through our referrals and co-lending partnership with Muthoot Fincorp, have also gained strong momentum, with Rs. 453 crore disbursed in the quarter. Together, these products allow us to address a wider range of customer financing needs and deepen our relationships with existing customers and extend our reach beyond traditional microfinance lending.

Asset quality continues to improve steadily, with 32 bps QoQ reduction in GNPA. Collection efficiency rose to 98.1%, up 477 bps year-on-year, and X-bucket collection efficiency improved to 99.9%. Overall GNPA declined to 3.38%, and credit cost at 2.6% remained comfortably within our guidance.

With the diversified product offerings we have successfully built a well-diversified asset mix which can withstand any emerging Macroeconomic climate risk. The recent uneven monsoon and drought-like conditions in certain parts of the country, have not brought any material impact on our portfolio. The on-book portfolio of group loans for Karnataka and Maharashtra collectively amounts to 3.6% of our portfolio in affected districts, of which 82% covered under NATCAT. This reflects the considered and careful approach of market selection.

Simultaneously, it reflects the resilience of our customer base, supported by disciplined collection practices and close on-ground monitoring. In addition, our NATCAT insurance cover provides an additional layer of protection against natural calamities, including drought-like situations. While we remain watchful of evolving macroeconomic and weather-related risks, we are confident in our ability to navigate these challenges without compromising on underwriting standards and collection discipline.

We are also seeing tangible benefits from our continued focus on operational efficiency and digital adoption. AUM per branch has improved to 9.2 crore from 7.3 crore a year ago, while AUM per loan officer has reached ₹1.8 crore. Digital collections have increased significantly to 47% of total collections from 25% a year ago, and our Mahila Mitra app has reached 22 lakh downloads. These initiatives, together with improved productivity across our branch network and field teams, are helping us serve customers more efficiently and strengthen our operating leverage.

On the funding side, we had committed to bringing our cost of funds into single digits by the end of FY27, and we have done so in Q2 itself. Our average cost of borrowing declined to 9.93% while our incremental cost stood at 9.69%, supported by our improved credit ratings. We raised Rs. 3,213 crore during the quarter and closed the quarter with liquidity of Rs. 1,835 crore and unavailed sanctions of Rs. 4,442 crore, providing us with a comfortable funding position to support our business plans.

All these improvements have translated into our financial performance. For Q2FY27, Total income stood at Rs. 733 crore, up 26.9% year-on-year; PPOP increased to Rs. 249 crore, up 67.4%; and PAT reached Rs. 110.8 crore, expanding to 3.6x year-on-year.

With strong CRAR of 25.5%, we are entering the second half of FY27 on a stronger footing. We remain confident of achieving the FY27 guidance revised upwards in Q1 and are firmly on track with our long-term Vision 30-30 objectives."

Key Metrics: Q2FY27

Particulars	Q2FY27	Q2FY26	YoY	Q1FY27	QoQ
Gross Loan Portfolio (Rs. Cr)	15,322.8	12,558.8	22.0%	14,457.2	6.0%
Borrowers (Lakh)	32.7	33.6	-2.7%	32.5	0.6%
Branches (No.)	1,675	1,718	-2.5%	1,671	0.2%

Muthoot Microfin Limited

Regd. Office: 13th Floor, Parinee Crescenzo, Bandra Kurla Complex
Bandra East, Mumbai, Maharashtra -400051, Phone: 0484 4277500
e-mail: info@muthootmicrofin.com | CIN: L65190MH1992PLC066228

Particulars (Rs. Cr)	Q2FY27	Q2FY26	YoY	Q1FY27	QoQ
Total Income	732.9	577.4	26.9%	670.6	9.3%
Pre-Provision Operating Profit (PPOP)	249.4	149.0	67.4%	198.5	25.7%
Profit After Tax (PAT)	110.8	30.5	262.9%	81.3	36.2%

Key Ratios	Q2FY27	Q2FY26	YoY	Q1FY27	QoQ
Net Interest Margin (NIM)	12.5%	11.9%	57 bps	12.0%	50 bps
Cost/Income Ratio	48.1%	59.8%	-1173 bps	53.7%	-557 bps
Opex/GLP Ratio	6.1%	7.0%	-96 bps	6.3%	-29 bps
Return on Assets (ROA)	3.0%	1.0%	197 bps	2.3%	67 bps
Return on Equity (ROE)	14.8%	4.6%	1,021 bps	11.2%	355 bps

Key Ratios: H1FY27

Particulars (Rs. Cr)	H1FY27	H1FY26	YoY
Total Income	1,403.5	1,136.4	23.5%
Pre-Provision Operating Profit (PPOP)	447.8	287.5	55.8%
Profit After Tax (PAT)	192.1	36.7	423.4%

Key Ratios	H1FY27	H1FY26	YoY
Net Interest Margin (NIM)	12.2%	11.7%	54 bps
Cost/Income Ratio	50.7%	60.3%	-962 bps
Opex/GLP Ratio	6.2%	6.9%	-72 bps
Return on Assets (ROA)	2.6%	0.6%	205 bps
Return on Equity (ROE)	13.0%	2.8%	1025 bps

About Muthoot Microfin Limited

Muthoot Microfin Ltd. is a part of Muthoot Pappachan Group (also known as Muthoot Blue) and is one of the leading listed MFIs in India. It has inherited values, principles of integrity, collaboration, and excellence to take forward the legacy of 138+ years. The microfinance operations of the Company are designed to promote entrepreneurship among women and inclusive growth. It provides financial assistance through micro loans such as income generating loans to women engaged in small businesses. It is involved in delivering financial services to masses including underprivileged and disadvantaged people, living in the rural sectors of the Indian society at affordable terms, in quick turnaround time and with hassle-free processing is the aim of our financial inclusion drive. As on 30th September 2026, the Company has 3.27 million active customers served through 1,675 branches spread across 21 states and 394 districts with a Gross Loan Portfolio (GLP) of 15,322.8 Cr. It is also part of S&P BSE Financial Services Index.

For more information, please contact:

Mr. Rajat Gupta | Sr. AVP – Investor Relations
Muthoot Microfin Ltd.
Email: rajat.gupta@muthootmicrofin.com
Ph. No: +91-9821849374
www.muthootmicrofin.com

Ms. Neethu Ajay
Muthoot Microfin Ltd.
Email: info@muthootmicrofin.com
www.muthootmicrofin.com

Caution Concerning Forward- Looking Statements:

This document includes certain forward-looking statements. These statements are based on management's current expectations or beliefs and are subject to uncertainty and changes in circumstances. Actual results may vary materially from those expressed or implied by the statements herein due to changes in economic, business, competitive, technological and/or regulatory factors. The Company is under no obligation to, and expressly disclaims any such obligation to, update or alter its forward-looking statements, whether as a result of new information, future events, or otherwise.