

Capital First Announces Capital Raising of Rs.178 Crores

Mumbai, 4th March, 2014: Capital First announced that it is raising fresh equity capital of Rs.178 crores on a preferential basis at Rs.153.80/- per share subject to approval of Shareholders.

The company will allot 83.6 lac shares for a consideration of Rs.128 crores to Cloverdell Investment Ltd, an affiliate of Warburg Pincus, and 32.5 lac shares for Rs.50 crores to HDFC Standard Life Insurance Company Limited.

Post this transaction, the total Tier 1 capital of the company on a consolidated basis will increase to Rs.1298 crores. The total capital of the company including Tier 1 and Tier 2 capital will increase to Rs.1791 crores.

Mr. V Vaidyanathan, Chairman and Managing Director said *“We welcome HDFC Life as the new Shareholders of the company. Post this transaction the Capital Adequacy Ratio which is already strong at 21.35% as of December 2013 will increase to 24%. The company grew assets under management by 29% during the twelve month period ended December 31st, 2013, and this incremental capital will position Capital First to continue funding its future growth plans. The transaction also demonstrates the continuing commitment of Warburg Pincus to our Company.”*

About Capital First Limited

Capital First Limited (CFL) is a systemically important non deposit taking NBFC focused on financing MSMEs in India and financing consumption which is one of the key drivers of the Indian economy. Mainly, the company provides Loan against Property for MSMEs. The company also provides Home loans, gold loans, two wheeler loans, and loans for Consumer Durables. For the Long Term Rating, the company is rated AA+ by rating agencies. Capital First has Strong distribution network of 168 branches and 1085 employees across India covering 40 cities. The Company's AUM stood at Rs.9070 crores as on December 31st, 2013. The Gross and Net NPA of the company stood at 0.49% and 0.19% as on December 31st, 2013 respectively. As of the quarter ending December 31st, 2013, the capital adequacy ratio stood at 21.35%. For more information, please visit www.capfirst.com.

About Warburg Pincus

Warburg Pincus is a leading global private equity firm focused on growth investing. The firm has more than US\$37 billion in assets under management. Its active portfolio of more than 125 companies is highly diversified by stage, sector and geography. Warburg Pincus is an experienced partner to management teams seeking to build durable companies with sustainable value. Founded in 1966, Warburg Pincus has raised 13 private equity funds which have invested more than US\$48 billion in over 700 companies in more than 35 countries.

Over the past decade, affiliates of private equity funds raised by Warburg Pincus have invested about US\$3 billion in Indian companies. The firm's past and current investments in India include Ambuja Cements, Au Financiers, Avtec, Bharti Airtel, DB Corp, Diligent Power, Capital First, Gangavaram Port, Havells, HDFC, IMC, Kotak Mahindra Bank, Lemontree Hotels, NDR Group, Max India, Metropolis Healthcare, Piramal Healthcare, Quikr, Punj Lloyd and Sintex.

The firm is headquartered in New York with offices in Amsterdam, Beijing, Frankfurt, Hong Kong, London, Luxembourg, Mumbai, Port Louis, San Francisco, São Paulo and Shanghai. For more information, please visit www.warburgpincus.com.

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