To,
The Debenture Holders

Sub: Notice for convening the First meeting of Debenture Holders for obtaining the positive/negative consent of investors for enforcement of security and for signing the Inter Creditor Agreement ("ICA") pursuant to the provisions of the Debenture Trust Deed dated August 07, 2026.

Dear Sir/Ma'am,

We, MITCON Credentia Trusteeship Services Limited, are acting as a Debenture Trustee for the issuance of Rated, Listed, Secured, Redeemable, Non-Convertible Debentures aggregating to INR 400,00,00,000/- (Indian Rupees Four Hundred Crores only) ("Debentures") on private placement basis issued by Muthoot Mcred Limited ("Issuer Company") vide the Debenture Trust Deed dated August 07, 2026 under the ISIN INE101Q07CB5.

As per the terms of the Debenture Trust Deed, the prescribed financial covenant requires the net NPA to be maintained below 1.5%. However, as informed by the issuer, the said ratio has increased to 1.78%, thereby exceeding the stipulated threshold and resulting in a breach of the financial covenant.

In view of above, the First meeting of the Debenture Holders is scheduled to be held on **Monday, December 14, 2026 at 3:00 p.m.** through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") for considering:

1. negative consent for proceeding with the enforcement of security; or
2. positive consent for signing the Inter Creditor Agreement (ICA) (in case the Debenture Trustee is approached by other lenders for signing/ joining the ICA); or
3. Such other actions as may be decided by the Debenture Holders.

You are therefore requested to provide your consent /negative consent for :

1. proceeding with the enforcement of security; or
2. signing the ICA (in case the Debenture Trustee is approached by other lenders for signing/ joining the ICA);

It may be noted that the time period within which the consents /negative consents needs to be provided is **15 days from the date of this notice i.e. by December 01, 2026**.

Further, it may be noted that the enforcement of security/filing of recovery suit OR signing of ICA by the Debenture Trustee as mentioned at point 1 or 2 or 3 above will be undertaken only upon the passing of the resolution by the Debenture Holders representing not less than 75% of the outstanding Debentures by value and 60% of the Debenture Holders by the numbers.

In case requisite consents are not received either for the enforcement of security or for signing of ICA , the Debenture Trustee shall take further action, if any, as per the decision taken in the meeting of the Debenture Holders of listed debt securities.

However, please note that in case the default is cured before the date of proposed meeting, then the meeting shall stand cancelled/shall be dispensed with.

For MITCON Credentia Trusteeship Services Limited

Sd/-
Name: Priyanka Shrungare
Designation: Compliance Officer
Date: November 17, 2026
Place: Mumbai

Dear Investor,

We thank you for your investment in the Muthoot MCred Limited, the trust reposed on us and continued association and support.

We would like to draw your attention to the Company's performance during the six months ended September 30, 2026.

Improvement in the Company's Financial Position

The Company has demonstrated consistent growth and improvement across key financial parameters during the six months ended September 30, 2026. The following indicators reflect the Company's overall financial strength and improving business fundamentals:

- **Growth in AUM:** The Assets Under Management (AUM) of the Company increased to Rs. 7,411.12 crore as on September 30, 2026, from Rs. 6,625.07 crore as on March 31, 2026, reflecting healthy business growth.
- **Improvement in CRAR:** The Capital to Risk Weighted Assets Ratio (CRAR) improved from 18.12% to 19.10% during the said period, indicating a stronger capital adequacy position.
- **Strong Net Worth:** The Company's net worth stood at Rs. 1,296.05 crore as on September 30, 2026, substantially higher than the minimum requirement of Rs. 700 crore stipulated under the DTDs.
- **Improvement in Interest Yield:** The interest yield increased from 19.72% as on March 31, 2026, to 22.02% as on September 30, 2026, reflecting improved portfolio yields.
- **Reduction in Debt-Equity Ratio:** The debt-equity ratio declined from 5.39% to 4.95% during the said period, reflecting an improvement in the Company's leverage position.

The above parameters demonstrate that the Company's overall financial position, capital adequacy and business performance remain sound and steady.

Understanding the NNPA Deviation

However, we would also inform you that the Net NPA positions of the Company stood slightly higher at 1.78% resulting in a breach of covenant in Net Non -Performing Assets (NNPA) where the stipulated covenant was 1.5%.

While the Company acknowledges the covenant breach, we wish to place before you the underlying reasons for the same and the corrective measures initiated to address the situation.
The temporary breach in our NNPA covenant thresholds was driven by transitional operational factors rather than any underlying financial weakness:

- Regulatory & Product Transition: Operational adjustments following RBI regulations with effect from April 1, 2026, combined with customer unfamiliarity with the monthly interest servicing requirement under our new Interest Demand Monthly gold loan scheme, led to short term payment delays, in servicing of interest.

- Measured Recovery Approach: Rather than initiating immediate auctions in mid-September 2026, we opted for a customer-centric grace period supported by stable gold prices and strong

borrower relationships to encourage organic account regularisation, which necessitated us to keep the gold Auctions on hold. This resulted in a rise in the NPA levels, which is only a technical issue that can be remedied by Auction.

Corrective Measures Implemented

To restore portfolio quality and prevent recurrence, we have executed the following actions:

- **Revised Repayment Structure**: Shifted the IDM scheme from a monthly to a quarterly interest-servicing model to align with customer repayment habits.

- **Portfolio & Stakeholder Management**: Strengthened overdue account monitoring, conducted targeted employee training on product/regulatory terms, and expanded borrower awareness drives.

Request for condonation of breach in covenant

We would like to reassure you that the Company's overall financial position remains sound. The growth in AUM, improvement in CRAR and interest yields, strong net worth and reduction in the debt equity ratio all reflect the underlying strength of our business.

The present deviation has arisen primarily from a period of transition involving regulatory changes and customer adaptation to a revised repayment structure. We have recognised the issue, taken corrective action and strengthened our monitoring and collection processes.

Considering the temporary nature of the deviation, the secured nature of our gold loan portfolio, the Company's financial strength and the corrective measures already implemented, we sincerely request you to kindly consider and condone this temporary breach of the NNPA (Net NPA) covenant.

We remain conscious of the trust you have placed in the Company and fully appreciate our responsibility towards our investors. We assure you that timely servicing of our debt obligations, prudent financial management and maintaining the confidence of our investors will continue to remain our priorities.

We thank you once again for your understanding, continued trust and support.

For Muthoot MCred Limited,

Sd/-
Mathew Muthoottu
Managing Director
DIN: 01786534