

January 22, 2021

SBI Funds Management Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based bank lines	20,000.00	20,000.00	[ICRA]AAA(Stable); withdrawn
Total	20,000.00	20,000.00	

*Instrument details are provided in Annexure-1

Rationale

The rating is being withdrawn at the request of the company and on the basis of the receipt of a no objection certificate from the bankers, in accordance with ICRA's policy on the withdrawal and suspension of ratings for bank facilities.

ICRA is withdrawing the rating and it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The key rating drivers, liquidity position and rating sensitivities have not been captured as the rating of the rated instrument is being withdrawn.

The previous detailed rating rationale is available on the following link – [Click here](#)

Key rating drivers and their description

Not captured as the rating is being withdrawn

Liquidity position

Not captured as the rating is being withdrawn

Rating sensitivities

Not captured as the rating is being withdrawn

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA Mutual Fund Credit Risk Rating Methodology ICRA Policy on Withdrawal of Credit Ratings
Parent/Group Support	Not Applicable
Consolidation/Standalone	Not Applicable

About the company

SBI Funds Management Private Limited (SBIFM), the asset management company for SBI Mutual Fund (SBI MF), was established in February 1992. It is a joint venture between State Bank of India (SBI) and Amundi, with 63% and 37% stakes, respectively, as on March 31, 2020. SBIFM's average assets under management stood at Rs. 4,56,498 crore as on December 31, 2020. As on March 31, 2020, it operated through 222 branches across India and had one overseas point of presence.

SBIFM has a fully-owned foreign subsidiary, SBI Funds Management (International) Private Limited, which is based in Mauritius and manages an offshore fund. SBIFM also provides portfolio management services and alternative investment funds.

Key financial indicators

Particulars	FY2018	FY2019	FY2020
Total Income	1,272	1,558	1,317
Operating Profit	487	607	755
Profit before Tax	503	647	794
Profit after Tax (PAT)	331	429	606
Net Worth	1,019	1,374	1,985
Total Assets	1,291	1,631	2,156
PAT/Average Total Assets	29.1%	29.4%	30.6%
PAT/Net Worth	37.0%	35.9%	36.1%

Source SBI Funds Management & ICRA research; Amount in Rs. crore

Note: Standalone financials; All ratios are as per ICRA calculations

Status of non-cooperation with previous CRA: Not applicable

Any other Information: Not Applicable

Rating history for last three years

Instrument	Current Rating (FY2021)		Rating Jan-22-2021	Rating History for the Past 3 Years			
	Type	Amount Rated	Amount Outstanding	FY2020 Oct-31-2019	FY2019 Jul-05-2018	Jun-14-2019	FY2018 Apr-12-2017
1 Fund-based Bank Lines	Long Term	20,000.00	-	[ICRA] AAA (Stable) withdrawn	[ICRA] AAA (Stable)	[ICRA] AAA (Stable)	[ICRA] AAA (Stable)

Source: ICRA; Amount in Rs. crore

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN	Instrument	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
NA	Fund-based Bank Lines	NA	-	NA	20,000.00	[ICRA]AAA(Stable); withdrawn

Source: SBI Funds Management; Amount in Rs. Crore

Analyst Contacts

Karthik Srinivasan

+91 22 6114 3444

karthiks@icraindia.com

Anil Gupta

+91 124 4545 314

anilg@icraindia.com

Samiksha Karnavat

+91 22 6114 3471

samiksha.karnavat@icraindia.com

Aashay Choksey

+91 22 61143430

aashay.choksey@icraindia.com

Relationship Contact

L. Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2021 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents