Au Small Finance Bank Limited

March 19, 2019

Summary of Rated Instruments

Sr.No.	Issue Name	Instrument*	Initial Amount (Rs. Crore)	Amount after previous rating exercise (Rs. Crore)	Current Amount O/s (Rs. crore)	Rating action
1.	India Standard Loan Trust XXXIII	PTC Series A	89.52	20.92	0.00	[ICRA]AA(SO) Withdrawn
		Second Loss Facility	4.47	4.47	0.00	[ICRA]BBB(SO) Withdrawn
		Liquidity Facility	0.90	0.90	0.00	[ICRA]AAA(SO) Withdrawn
2.	India Standard Loan Trust XXXV	PTC Series A	91.00	26.51	0.00	[ICRA]AA+(SO) Withdrawn
		Second Loss Facility	5.46	5.46	0.00	[ICRA]BBB(SO) Withdrawn
		Liquidity Facility	0.91	0.91	0.00	[ICRA]AAA(SO) Withdrawn

**Instrument details are provided in Annexure I*

Rating Action

ICRA has withdrawn the ratings for PTC Series A, Second Loss Facility and Liquidity Facility (LF) issued under two vehicle/MSME loan securitisation transactions originated by Au Small Finance Bank Limited (Au SFB) as tabulated above.

Rationale

All the payouts to the investors in the above mentioned instruments have been made and no further payments are due to the investors.

Key rating drivers

Credit Strengths

- N.A.

Credit Weaknesses

- N.A.

Description of key rating drivers highlighted above:

N.A.

Liquidity Position:

N.A.

Key rating assumptions
N.A.

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

About the Originator:
AU Small Finance Bank (erstwhile Au Financiers (India) Limited) was incorporated in 1996 as a non-banking finance company (NBFC) by Mr. Sanjay Agarwal. During the early years of operation, the company was primarily engaged in vehicle financing through funds raised from high net worth individuals in Jaipur. Over the years, the company raised equity from private investors at regular intervals and expanded its product portfolio to include MSME/construction finance and loans to NBFCs/ Housing finance companies. In September 2015, the Reserve Bank of India granted inprinciple approval to AU for setting up a small finance bank. On December 20, 2016, AU got the final licence to set up the SFB and on April 19, 2017, it converted into an SFB. Further, the bank got listed on stock exchanges in July 2017 and was granted scheduled commercial bank status in November 2017. AU reported profit after tax of Rs. 292 crore on a total asset base of Rs. 18,833 crore in FY2018 compared to profit after tax of Rs. 822 crore on a total asset base of Rs. 9,781 crore for FY2017. The net worth stood at Rs. 2,281 crore as on March 31, 2018 compared to Rs. 1,988 crore as on March 31, 2017.

Key Financial Indicators

Particulars	Unit	FY 2017	FY 2018
Total assets	Rs. Cr.	9,781.2	18,832.8
Net worth	Rs. Cr.	1,987.6	2,281.2
PAT	Rs. Cr	822.0	292.0
Gross NPA	%	1.9	2.0
CRAR	%	23.0	19.3
Return on average assets	%	10.2	2.0

Source: AU, ICRA research

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years:
Table:

Sr. No.	Name of Instrument	Current Rating (FY2019) Type	Initial Rated amount (Rs. Crores)	Amount Outstanding (Rs Crore)	Date & Rating March 2019	Chronology of Rating History for the past 3 years: Date & Rating in FY2019 June 2018	Date & Rating in FY2018 March 2018	Date & Rating in FY2018 September 2017	Date & Rating in FY2017 January 2017$	Date & Rating in FY2017 October 2016*
1	India Standard Loan Trust XXXIII	PTC Series A	89.52	0.00	[ICRA]AA (SO) Withdrawn	[ICRA]AA (SO)	[ICRA]AA (SO)	[ICRA]AA (SO)	[ICRA]AA (SO)	Provisional [ICRA]AA (SO)
		Second Loss Facility	4.47	0.00	[ICRA]BBB (SO) Withdrawn	[ICRA]BBB (SO)	[ICRA]BBB (SO)	[ICRA]BBB (SO)	[ICRA]BBB (SO)	Provisional [ICRA]BBB (SO)
		Liquidity Facility	0.90	0.00	[ICRA]AAA (SO) Withdrawn	[ICRA]AAA (SO)	[ICRA]AAA (SO)	[ICRA]AAA (SO)	[ICRA]AAA (SO)	Provisional [ICRA]AAA (SO)

**Initial Ratings assigned*

$Rating converted from provisional to final

Sr. No.	Name of Instrument	Current Rating (FY2019) Type	Initial Rated amount (Rs. Crores)	Amount Outstanding (Rs. Crores)	Date & Rating March 2019	Chronology of Rating History for the past 3 years: Date & Rating in FY2018 March 2018	Date & Rating in FY2018 September 2017	Date & Rating in FY2017 January 2017$	Date & Rating in FY2017 October 2016*
2.	India Standard Loan Trust XXXV	PTC Series A	91.00	0.00	[ICRA]AA+(SO) Withdrawn	[ICRA]AA+(SO)	[ICRA]AA+(SO)	[ICRA]AA+(SO)	Provisional [ICRA]AA+(SO)
		Second Loss Facility	5.46	0.00	[ICRA]BBB(SO) Withdrawn	[ICRA]BBB(SO)	[ICRA]BBB(SO)	[ICRA]BBB(SO)	Provisional [ICRA]BBB(SO)
		Liquidity Facility	0.91	0.00	[ICRA]AAA(SO) Withdrawn	[ICRA]AAA(SO)	[ICRA]AAA(SO)	[ICRA]AAA(SO)	Provisional [ICRA]AAA(SO)

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

Sl.	Trust Name	Instrument name	Date of Issuance	Coupon Rate	Scheduled Maturity Date	Amount after May-18 payout (Rs. crore)[1]	Current Rating
1.	India Standard Loan Trust XXXIII	PTC Series A	Sep-16	9.25%	Mar-21	Nil	[ICRA]AA(SO) Withdrawn
		Second Loss Facility		-		Nil	[ICRA]BBB(SO) Withdrawn
		Liquidity Facility		-		Nil	[ICRA]AAA(SO) Withdrawn
2.	India Standard Loan Trust XXXV	PTC Series A	Sep-16	9.15%	Sep-21	Nil	[ICRA]AA+(SO) Withdrawn
		Second Loss Facility		-		Nil	[ICRA]BBB(SO) Withdrawn
		Liquidity Facility		-		Nil	[ICRA]AAA(SO) Withdrawn

[1] *100 lakh = 1 crore = 10 million*

Analyst Contacts

Vibhor Mittal
(+91) 22 6114 3440
vibhorm@icraindia.com

Abhijeet Ajinkya
(+91) 22 61143434
abhijeet.ajinkya@icraindia.com

Apurva Sharma
(+91) 22 6114 3452
apurva.sharma@icraindia.com

Himanshi Doshi
(+91) 22 6114 3410
himanshi.doshi@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
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Hyderabad	+ (91 40) 2373 5061/7251
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