October 10, 2019

Muthoot Finance Limited: Change in rated limits

Summary of rating action

Instrument^^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible Debenture Programme (public placement) - Unallocated	4,000.00	2,438.84	[ICRA]AA(Stable); Outstanding
Non-convertible Debenture Programme (public placement) - Allocated	5,760.26	7,321.42	[ICRA]AA(Stable); Outstanding
	763.46	0.00	[ICRA]AA(Stable); Withdrawn
Non-convertible Debenture Programme (private placement) - Unallocated	1,475.00	795.00	[ICRA]AA(Stable); Outstanding
Non-convertible Debenture Programme (private placement) - Allocated	525.00	1,205.00	[ICRA]AA(Stable); Outstanding
Long-term Fund-based Bank Facilities	9,962.00#	8,863.00##	[ICRA]AA(Stable); Outstanding
Short-term Fund-based Bank Facilities	13,153.00#	12,624.00##	[ICRA]A1+; Outstanding
Term Loans	200.00	724.00	[ICRA]AA(Stable); Outstanding
Subordinated Debenture Programme - Allocated	340.90	340.90	[ICRA]AA(Stable); Outstanding
	20.97	0.00	[ICRA]AA(Stable); Withdrawn
Subordinated Debenture Programme - Unallocated	189.50	189.50	[ICRA]AA(Stable); Outstanding
Commercial Paper Programme	5,000.00	5,000.00	[ICRA]A1+; Outstanding
Total**	**32,190.08**	**31,405.66**	

^^ Instrument details are provided in Annexure-1

 # Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 9,200 crore; the total rated bank facilities stand at Rs. 14,115 crore (including Rs. 200-crore term loans)

Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 8,096 crore; total rated bank facilities stand at Rs. 14,115 crore (including Rs. 724-crore term loans)

*** For the computation of total limits rated, total rated bank facilities (term loans, long-term and short-term bank limits) of Rs. 14,115 crore have been considered*

Rationale

ICRA has withdrawn the rating of [ICRA]AA for Muthoot Finance Limited's (MFL) non-convertible debenture (NCD) and subordinated debenture programmes, aggregating Rs. 763.46 crore and Rs. 20.97 crore, respectively, as these debentures were fully redeemed, and no amount is outstanding against the rated instruments.

The ratings factor in MFL's long-standing track record and its leadership position in the gold loan segment, its established franchise with a pan-India branch network, and its efficient internal controls and monitoring systems. The ratings also consider the company's comfortable capitalisation profile, ability to raise funds from diverse sources and good profitability indicators. ICRA takes note of the Muthoot Group's portfolio diversification initiatives via its subsidiaries.

MFL's ability to grow the non-gold loan portfolio profitably would be critical over the medium term as the share of the non-gold business is expected to increase to 20% by March 2023 from 12% in June 2019.

The ratings are, however, constrained by the portfolio concentration in the gold loan business, MFL's geographically concentrated operations, and the vulnerability of its operations to adverse gold price fluctuations. The ratings also factor in the company's marginal borrower profile and limited earnings diversity. ICRA takes note of the improvement in MFL's delinquency levels in Q1 FY2020 and believes it is critical to ensure collections from the overdue portfolio in the near term to keep the asset quality indicators under control.

ICRA takes note of the closure of 43 branches in Kerala amid employee strikes since August 20, 2019. Moreover, almost 150 more of the total 608 branches in Kerala (as on June 30, 2019) are facing operational issues on account of employee agitation. Over the past 3-4 years, MFL has steadily reduced its branch strength in Kerala by about 200 to reach the current levels on account of lower gold loan business in these branches and with the maturity of the previously issued retail debentures (which were raised in these branches). Currently, Kerala accounts for 4.57% of MFL's total gold loan portfolio while the share of the portfolio in the closed branches (43) stood at 0.3-0.4% of the total. The company is currently facilitating the redemption of the gold placed by customers in these branches. ICRA would closely monitor the ongoing developments and the possible impact of the same on the company's credit risk profile.

The Stable outlook factors in ICRA's expectation that MFL will continue to benefit from its established operational track record and its comfortable overall financial risk profile.

Key rating drivers and their description

Credit strengths

Established franchise and market leadership in gold loan segment – MFL has a track record of around two decades in the gold loan business and is India's largest gold loan focussed NBFC with a total portfolio of Rs. 35,816 crore (of which 98% comprises gold loans) as on June 30, 2019 (Rs. 34,246 crore as on March 31, 2019). The consolidated portfolio stood at Rs. 40,228 crore in June 2019, of which gold, housing and microfinance accounted for 88%, 5% and 5%, respectively. The company operates through an extensive pan-India gold loan branch network of 4,502 as on June 30, 2019 with 60% of its branches being in South India, where it has a good franchise. MFL's strong brand value, its experienced promoters and senior management team and its efficient internal controls and audit systems are expected to support its overall business growth, going forward.

Healthy profitability indicators – The company's consolidated net profitability remained healthy with annualised PAT/AMA at 5.3% in Q1 FY2020 (provisional) and 5.6% in FY2019. MFL's (standalone) net profitability was also good with annualised PAT/AMA at 5.5% in Q1 FY2020 (provisional) and 5.7% in FY2019. The return on average net worth was 21.7% in Q1 FY2020 (annualised) and 22.4% in FY2019. The net interest margin (NIM) contracted to 12.3% in Q1 FY2020 from 13.1% in FY2019 due to a decline in yields with the company funding low-yielding short-term gold schemes to its customers. NIM was also affected by an increase in the cost of funds, given the tight funding opportunities available to NBFCs in the market. The average cost of funds stood at 9.0% while the incremental cost of funds is in the range of 9.5% to 10.0%. Despite the lower NIMs, the company's profitability was supported by a decline in operating expenses to 4.1% in Q1 FY2020 from 4.5% in FY2019 and lower credit costs. Going forward, the net profitability is expected to be maintained at about 4.5-5.0%.

Capitalisation to remain comfortable over the medium term, notwithstanding the investments required for subsidiaries – MFL has a comfortable capitalisation profile with a standalone gearing of 2.95 times as on June 30, 2019 (2.84 times as on March 31, 2019), aided by good internal capital generation, while the portfolio growth was relatively moderate. The consolidated gearing stood at 3.1 times as on June 30, 2019 vis-à-vis 3.1 times as on March 31, 2019. MFL's standalone net worth was Rs. 9,743 crore as on June 30, 2019 (Rs. 9,793 crore as on March 31, 2019). It is expected to be comfortably placed to meet the medium-term capital requirements of its subsidiaries without affecting its own capital structure.

Credit challenges

Vulnerability to adverse gold price movements – Notwithstanding its efforts to reduce the impact of gold price fluctuations, MFL's credit profile remains susceptible to adverse and sharp movements in gold prices. A steep decline in gold prices is expected to adversely impact the company's asset quality and business profile.

Concentration on gold loan segment; diversification in new asset classes is a monitorable – MFL's standalone portfolio almost entirely consists of gold loans and its consolidated portfolio is also concentrated with gold loans comprising 88% of the loan book as on June 30, 2019. The company's revenue diversification is also modest with non-interest income / average total assets at 0.3% (annualised) in Q1 FY2020. The consolidated assets under management (AUM) stood at Rs. 40,228 crore as on June 30, 2019 (Rs. 33,954 crore as on June 30, 2018), registering YoY growth of 18%. The share of subsidiaries was about 12% of the total AUM (June 2019), up from about 9% in March 2018. The overall portfolio growth was supported by the strong growth witnessed in the housing and microfinance subsidiaries along with the gold loan portfolio. Microfinance AUM grew at 57%, housing at 23% and gold loan at 16% on a YoY basis as on June 30, 2019.

Going forward, the share of subsidiaries is expected to increase to about 20% by March 2023 as they are expected to grow at a robust pace while gold loan growth is expected to remain relatively moderate. The company's ability to profitably grow its non-gold business while maintaining good asset quality would be crucial, considering the unsecured nature of some of these businesses and the inherent risks being higher than for gold loans.

Critical to control credit costs in gold loan segment – MFL's standalone asset quality deteriorated in Q1 FY2020. The GNPAs increased to 3.2% as on June 30, 2019 from 2.7% as on March 31, 2019 (4.4% as on March 31, 2018) with fresh slippages exceeding recoveries in Q1 FY2020. MFL's standalone net NPA was 2.8% in June 2019 compared to 2.4% in March 2019. Consequently, the net NPA / net worth increased to 10.2% as on June 30, 2019 from 8.2% as on March 31, 2019. ICRA takes note of the additional standard asset provision of about Rs. 119.1 crore (0.3% of the gold loan portfolio). This, along with the low write-off cost (0.01% in Q1 FY2020) and the liquid nature of the collateral, provides comfort. Going forward, timely collections, auctioning and a favourable gold price trend would be critical for keeping delinquencies and credit costs under control. GNPAs in the housing and microfinance subsidiaries were, however, under control at 0.8% and 1.2%, respectively, as on June 30, 2019 (0.7% and 1.2%, respectively, as on March 31, 2019).

Operations concentrated in South India – MFL's operations are largely concentrated in South India, which constituted 60% of its total branch network and 49% of its total loan portfolio as on June 30, 2019. ICRA, however, notes that the share of the portfolio in South India has reduced from 69% in March 2012.

Liquidity position - Strong

MFL's asset liability maturity (ALM) profile, based on the past behavioural trend for the gold loan segment, reflects no cumulative negative mismatches in the <1-year bucket. Although the contractual tenor of gold loans is 12 months, most (~60-65%) of the loans are repaid within 6 months. ICRA notes that company faces 15-20% loan rollovers in the loan closures, wherein only the interest is serviced while the loan gets renewed based on the prevailing loan-to-value (LTV) ratio. ICRA notes that the ALM, adjusting for the rollovers, is also comfortable with no cumulative negative mismatch in the <1-year bucket. MFL has repayment obligations of Rs. 22,310 crore during July 2019 to June 2020 against estimated recoveries of Rs. 34,381 crore (as per the provisional ALM) during this period.

MFL has a fairly-diversified funding profile with bank loans constituting 49% of its total borrowings as on June 30, 2019, followed by debentures (public issue; 28%), commercial papers (17%), debentures (private placement; 2%) and subordinated debt (1%). Diverse funding sources help the company maintain a comfortable liquidity position. MFL had unutilised bank limits of Rs. 686 crore and cash and liquid investments of Rs. 1,073 crore (2.8% of total managed assets) as on June 30, 2019.

Rating sensitivities

Positive triggers – The rating could be upgraded if MFL maintains a consolidated gearing of less than 3 times with a healthy liquidity profile and GNPAs of less than 1.5% in the gold loan segment. Other factors that could lead to an upgrade include a track record of good quality and profitable performance in the non-gold asset segments and if the company is able to limit the share of the unsecured segment to 15% of the overall AUM over the medium to long term.

Negative triggers – ICRA could downgrade MFL's ratings if the GNPA exceeds 5% on a sustained basis, thereby impacting its earnings, and if the consolidated gearing increases beyond 4.5 times. A sustained weakness in the asset quality and earnings of the non-gold asset segments could also lead to a rating downgrade.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Credit Rating Methodology for Non-Banking Finance Companies
Parent/Group Support	NA
Consolidation	For arriving at the ratings, ICRA has considered the consolidated financials of the Muthoot Group as on March 31, 2019. The consolidated financials of the Group include seven subsidiaries as listed in Annexure-2

About the company

Muthoot Finance Limited (MFL) is the flagship company of the Kerala-based business house, The Muthoot Group, which has diversified operations in financial services, healthcare, real estate, education, hospitality, power generation and entertainment. MFL was incorporated in 1997 and is India's largest gold loan focussed NBFC with total loan assets (standalone) of Rs. 34,246 crore and 4,480 branches as on March 31, 2019. The company derives a major proportion of its business from South India (49% of the total portfolio as on March 31, 2019), where gold loans have traditionally been accepted as a means of availing short-term credit, although it has increased its presence beyond South India over the past few years.

MFL achieved a standalone net profit of Rs. 1,972 crore on an asset base of Rs. 38,069 crore in FY2019 against a net profit of Rs. 1,778 crore on an asset base of Rs. 30,792 crore in FY2018. A net profit of Rs. 530 crore was reported on an asset base of Rs. 39,005 crore in Q1 FY2020 (unaudited results).

Muthoot Group reported a consolidated net profit (before minority interest) of Rs. 2,103 crore on a consolidated asset base of Rs. 41,735 crore in FY2019 against a net profit of Rs. 1,844 crore on a consolidated asset base of Rs. 33,672 crore in FY2018. A consolidated net profit of Rs. 563 crore was reported in Q1 FY2020 (unaudited results) on an asset base of Rs. 42,866 crore.

Key financial indicators (audited)

	Standalone		Consolidated	
	FY2018 (Ind AS)	FY2019 (Ind AS)	FY2018 (Ind AS)	FY2019 (Ind AS)
Total Income	6,333	6,881	6,782	7,601
Profit after Tax**	1,778	1,972	1,830	2,078
Net Worth	7,812	9,793	7,857	9,931
Total Managed Portfolio	29,507	34,933	32,252	38,723
Total Managed Assets	30,792	38,069	33,672	41,735
Return on Average Managed Assets (%)	5.8%	5.7%	5.7%	5.6%
Return on Average Net Worth (%)	24.8%	22.4%	25.4%	23.4%
Gross NPA %	4.4%	2.7%	-	-
Net NPA %	3.8%	2.4%	-	-
Net NPA / Net Worth	14.1%	8.2%	-	-
Gearing (reported; times)	2.9	2.8	3.2	3.1
% CRAR	26.3%	26.1%	-	-

Note: Amount in Rs. crore
** Information available as per the financial statements prepared under Ind AS*
*** After minority interest*
Source: MFL's financial statements, ICRA research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years

	Instrument	Current Rating (FY2020)				Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Rating	FY2019		FY2018	FY2017
					10-Oct-19	7-Jan-19	4-Dec-18	9-Oct-17	9-Aug-16
1	NCDs- Public Issue	Long Term	9760.26	9760.26	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
2	NCDs-Private Placement	Long Term	2000	2000	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
3	Subordinated Debt	Long Term	530.4	530.4	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
4	Term Loans	Long Term	724	724	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
5	Fund-based Bank Limits^	Long Term	8863	8863	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
6	Fund-based Bank Limits^	Short Term	12624	12624	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
7	Commercial Paper	Short Term	5000	5000	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+

^ Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 8,096 crore; the total rated bank facilities are Rs. 14,115 crore (including Rs. 724-crore term loans)

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 Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07878	Non-convertible Debentures	29-Dec-14	10.00& 10.75	29-Dec-19	2.69	[ICRA]AA(Stable)
INE414G07902	Non-convertible Debentures	29-Dec-14	10.25 & 11.00	29-Dec-19	2.13	[ICRA]AA(Stable)
INE414G07944	Non-convertible Debentures	29-Dec-14	Zero Coupon	29-Dec-19	2.23	[ICRA]AA(Stable)
INE414G07977	Non-convertible Debentures	23-Apr-15	9.50 & 10.25	23-Apr-20	2.35	[ICRA]AA(Stable)
INE414G07AA9	Non-convertible Debentures	23-Apr-15	9.75 & 10.50	23-Apr-20	2.38	[ICRA]AA(Stable)
INE414G07AE1	Non-convertible Debentures	23-Apr-15	Zero Coupon	23-Apr-20	1.27	[ICRA]AA(Stable)
INE414G07AH4	Non-convertible Debentures	14-Oct-15	8.75 & 9.50	14-Oct-20	1.15	[ICRA]AA(Stable)
INE414G07AK8	Non-convertible Debentures	14-Oct-15	9.00 & 9.75	14-Oct-20	0.98	[ICRA]AA(Stable)
INE414G07AO0	Non-convertible Debentures	14-Oct-15	Zero Coupon	14-Oct-20	1.07	[ICRA]AA(Stable)
INE414G07BC3	Non-convertible Debentures	12-May-16	9.00 & 8.25	12-May-21	1.75	[ICRA]AA(Stable)
INE414G07BF6	Non-convertible Debentures	12-May-16	9.25 & 8.50	12-May-21	1.26	[ICRA]AA(Stable)
INE414G07BP5	Non-convertible Debentures	30-Jan-17	9.00 & 8.75	30-Jan-20	26.43	[ICRA]AA(Stable)
INE414G07BS9	Non-convertible Debentures	30-Jan-17	9.25 & 9.00	30-Jan-20	839.27	[ICRA]AA(Stable)
INE414G07BX9	Non-convertible Debentures	30-Jan-17	Zero Coupon	30-Jan-20	17.2	[ICRA]AA(Stable)
INE414G07BQ3	Non-convertible Debentures	30-Jan-17	9.00 & 8.75	30-Jan-22	11.13	[ICRA]AA(Stable)
INE414G07BT7	Non-convertible Debentures	30-Jan-17	9.25 & 9.00	30-Jan-22	82.5	[ICRA]AA(Stable)
INE414G07BZ4	Non-convertible Debentures	24-Apr-17	8.5	24-Jun-20	68.68	[ICRA]AA(Stable)
INE414G07CC1	Non-convertible Debentures	24-Apr-17	8.75	24-Jun-20	1420.43	[ICRA]AA(Stable)
INE414G07CH0	Non-convertible Debentures	24-Apr-17	Zero Coupon	24-Jun-20	38.03	[ICRA]AA(Stable)
INE414G07CA5	Non-convertible Debentures	24-Apr-17	8.75	24-Apr-22	61.18	[ICRA]AA(Stable)
INE414G07CD9	Non-convertible Debentures	24-Apr-17	9	24-Apr-22	190.56	[ICRA]AA(Stable)
INE414G07CI8	Non-convertible Debentures	19-Apr-18	8.25	19-Apr-20	11.98	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07CL2	Non-convertible Debentures	19-Apr-18	8.5	19-Apr-20	71.61	[ICRA]AA(Stable)
INE414G07CP3	Non-convertible Debentures	19-Apr-18	Zero Coupon	19-Apr-20	8.8	[ICRA]AA(Stable)
INE414G07CJ6	Non-convertible Debentures	19-Apr-18	8.5	19-Jun-21	27.11	[ICRA]AA(Stable)
INE414G07CM0	Non-convertible Debentures	19-Apr-18	8.75	19-Jun-21	1862.45	[ICRA]AA(Stable)
INE414G07CQ1	Non-convertible Debentures	19-Apr-18	Zero Coupon	19-Jun-21	19.73	[ICRA]AA(Stable)
INE414G07CK4	Non-convertible Debentures	19-Apr-18	8.75	19-Apr-23	56.51	[ICRA]AA(Stable)
INE414G07CN8	Non-convertible Debentures	19-Apr-18	9	19-Apr-23	721.85	[ICRA]AA(Stable)
INE414G07CR9	Non-convertible Debentures	19-Apr-18	Zero Coupon	19-Apr-23	205.55	[ICRA]AA(Stable)
INE414G07CY5	Non-convertible Debentures	20-Mar-19	Zero Coupon	20-Mar-21	36.01	[ICRA]AA(Stable)
INE414G07DB1	Non-convertible Debentures	20-Mar-19	9.25	20-Mar-21	40.12	[ICRA]AA(Stable)
INE414G07DE5	Non-convertible Debentures	20-Mar-19	9.5	20-Mar-21	79.28	[ICRA]AA(Stable)
INE414G07CZ2	Non-convertible Debentures	20-Mar-19	Zero Coupon	20-May-22	151.74	[ICRA]AA(Stable)
INE414G07DC9	Non-convertible Debentures	20-Mar-19	9.5	20-May-22	79.45	[ICRA]AA(Stable)
INE414G07DF2	Non-convertible Debentures	20-Mar-19	9.75	20-May-22	73.71	[ICRA]AA(Stable)
INE414G07DA3	Non-convertible Debentures	20-Mar-19	Zero Coupon	20-Mar-24	46.75	[ICRA]AA(Stable)
INE414G07DD7	Non-convertible Debentures	20-Mar-19	9.75	20-Mar-24	110.64	[ICRA]AA(Stable)
INE414G07DG0	Non-convertible Debentures	20-Mar-19	10	20-Mar-24	91.76	[ICRA]AA(Stable)
INE414G07DH8	Non-convertible Debentures	14-Jun-19	9.25	14-Jun-21	72.76	[ICRA]AA(Stable)
INE414G07DK2	Non-convertible Debentures	14-Jun-19	9.5	14-Jun-21	94.59	[ICRA]AA(Stable)
INE414G07DN6	Non-convertible Debentures	14-Jun-19	Zero Coupon	14-Jun-21	30.29	[ICRA]AA(Stable)
INE414G07DI6	Non-convertible Debentures	14-Jun-19	9.5	14-Aug-22	87.16	[ICRA]AA(Stable)
INE414G07DL0	Non-convertible Debentures	14-Jun-19	9.75	14-Aug-22	71.27	[ICRA]AA(Stable)
INE414G07DO4	Non-convertible Debentures	14-Jun-19	Zero Coupon	14-Aug-22	157.29	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07DJ4	Non-convertible Debentures	14-Jun-19	9.75	14-Jun-24	105.81	[ICRA]AA(Stable)
INE414G07DM8	Non-convertible Debentures	14-Jun-19	10	14-Jun-24	179.47	[ICRA]AA(Stable)
INE414G07DP1	Non-convertible Debentures	14-Jun-19	Zero Coupon	14-Jun-24	20.82	[ICRA]AA(Stable)
INE414G07DQ9	Non-convertible Debentures	14-Jun-19	Zero Coupon	14-Dec-26	32.24	[ICRA]AA(Stable)
INE414G07CS7	Non-convertible Debentures (private)	26-Jul-18	9.75	26-Jul-21	175	[ICRA]AA(Stable)
INE414G07CT5	Non-convertible Debentures (private)	13-Aug-18	9.6	22-Jun-20	250	[ICRA]AA(Stable)
INE414G07CU3	Non-convertible Debentures (private)	22-Nov-18	9.25	1-Feb-21	12	[ICRA]AA(Stable)
INE414G07CV1	Non-convertible Debentures (private)	22-Nov-18	9.5	1-Feb-21	8	[ICRA]AA(Stable)
INE414G07CW9	Non-convertible Debentures (private)	22-Nov-18	9.5	1-Feb-22	90	[ICRA]AA(Stable)
INE414G07CX7	Non-convertible Debentures (private)	22-Nov-18	9.75	1-Feb-22	40	[ICRA]AA(Stable)
INE414G07DR7	Non-convertible Debentures (private)	6-Sep-19	10	6-Sep-21	430	[ICRA]AA(Stable)
INE414G07DS5	Non-convertible Debentures (private)	6-Sep-19	10	6-Sep-21	200	[ICRA]AA(Stable)
Unallocated	Non-convertible Debentures (private)##	-	-	-	795	[ICRA]AA(Stable)
Unallocated	Non-convertible Debentures (public)##	-	-	-	2438.84	[ICRA]AA(Stable)
Total Non-convertible Debentures					**11,760.26**	

Subordinated Debt						
INE414G09015	Subordinated Debt	26-Mar-13	12.35	26-Mar-23	10.00	[ICRA]AA(Stable)
INE414G08223	Subordinated Debt	4-Dec-13	Zero Coupon	4-Dec-19	23.29	[ICRA]AA(Stable)
INE414G08231	Subordinated Debt	4-Feb-14	Zero Coupon	4-Feb-20	43.76	[ICRA]AA(Stable)
INE414G08249	Subordinated Debt	2-Apr-14	Zero Coupon	2-Jul-20	19.35	[ICRA]AA(Stable)
INE414G08256	Subordinated Debt	4-Jul-14	Zero Coupon	4-Oct-20	36.45	[ICRA]AA(Stable)
INE414G08264	Subordinated Debt	26-Sep-14	Zero Coupon	26-Mar-21	30.44	[ICRA]AA(Stable)
INE414G08272	Subordinated Debt	29-Dec-14	Zero Coupon	29-Jun-21	38.65	[ICRA]AA(Stable)
INE414G08280	Subordinated Debt	23-Apr-15	Zero Coupon	23-Jan-22	28.91	[ICRA]AA(Stable)
INE414G08298	Subordinated Debt	14-Oct-15	Zero Coupon	14-Oct-22	35.95	[ICRA]AA(Stable)
INE414G08314	Subordinated Debt	12-May-16	Zero Coupon	12-Nov-23	23.60	[ICRA]AA(Stable)
INE414G08330	Subordinated Debt	30-Jan-17	Zero Coupon	30-Jan-25	31.78	[ICRA]AA(Stable)
INE414G08348	Subordinated Debt	24-Apr-17	Zero Coupon	24-Apr-25	18.72	[ICRA]AA(Stable)
Unallocated	Subordinated Debt##	-	-	-	68.22	[ICRA]AA(Stable)
Unallocated	Subordinated Debt##	-	-	-	31.28	[ICRA]AA(Stable)
Unallocated	Subordinated Debt##	-	-	-	90.00	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
Total Subordinated Debt					**530.40**	
NA	Term Loans	-	-	-	724.00	[ICRA]AA(Stable)
NA	Long-term Fund-based Bank Facilities	-	-	-	8,863.00^	[ICRA]AA(Stable)
NA	Short-term Fund-based Bank Facilities	-	-	-	12,624.00 ^	[ICRA]A1+
Total Bank Facilities					**14,115.00**	
NA	Commercial Paper Programme	**-**	**-**	**-**	**5,000.00**	[ICRA]A1+

Source: MFL

Yet to be placed

^ Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 8,096 crore; the total rated bank facilities are Rs. 14,115 crore (including Rs. 724-crore term loans)

Annexure-2: List of entities considered for consolidated analysis

Company Name	Ownership (as of March 2019)	Ownership (as of March 2018)	Consolidation Approach
Belstar Investment and Finance Limited	70.01%	66.61%	Full Consolidation
Muthoot HomeFin Limited	100.00%	100.00%	Full Consolidation
Asia Asset Finance PLC	69.17%	60.00%	Full Consolidation
Muthoot Insurance and Brokers	100.00%	100.00%	Full Consolidation
Muthoot Money Private Limited	100.00%	-	Full Consolidation
Muthoot Asset Management Private Limited	100.00%	-	Full Consolidation
Muthoot Trustee Private Limited	100.00%	-	Full Consolidation

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