June 11, 2020

Muthoot Finance Limited: Rated amount enhanced

Summary of rating action

Instrument^^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible Debenture Programme (public placement) – Unallocated	1,189.01	1,189.01	[ICRA]AA(Stable); outstanding
Non-convertible Debenture Programme (public placement) – Allocated	7,681.30	7,681.30	[ICRA]AA(Stable); outstanding
Non-convertible Debenture Programme (private placement) – Unallocated	2,175.00	2,175.00	[ICRA]AA(Stable); outstanding
Non-convertible Debenture Programme (private placement) – Allocated	1,825.00	1,825.00	[ICRA]AA(Stable); outstanding
Long-term Fund-based Bank Facilities	9,897.00#	8,897.00##	[ICRA]AA(Stable); assigned/outstanding
Short-term Fund-based Bank Facilities	13,738.00#	13,338.00##	[ICRA]A1+; assigned/outstanding
Term Loans	1,040.00	2,690.00	[ICRA]AA(Stable); assigned/outstanding
Subordinated Debenture Programme – Allocated	273.84	273.84	[ICRA]AA(Stable); outstanding
Subordinated Debenture Programme – Unallocated	189.50 -	189.50 10.50	[ICRA]AA(Stable); outstanding [ICRA]AA(Stable); assigned
Commercial Paper Programme	5,000.00	5,000.00	[ICRA]A1+; outstanding
Total*	**34,248.65**	**36,009.15**	

^^ Instrument details are provided in Annexure-1

 # Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 8,760 crore; total rated bank facilities stand at Rs. 15,915 crore (including Rs. 1,040-crore term loans and Rs. 370-crore credit exposure limit)

##Long term and short-term fund based limits include an interchangeable limit of Rs. 7,260 crore; total rated bank facilities stand at Rs. 17,665 crore (including Rs. 2,690.0 crore term loans and Rs.870 crore credit exposure limit)

** For the computation of total limits rated, total rated bank facilities (term loans, long-term and short-term bank limits) of Rs. 15,915 crore and Rs. 17,665 crore have been considered*

Rationale

The ratings factor in Muthoot Finance Limited's (MFL) 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 its 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 15-20% over the next five years from 13% in December 2019.

The ratings factor in the portfolio concentration in the gold loan business, MFL's geographically concentrated operations, the vulnerability of its operations to adverse gold price fluctuations and the marginal borrower profile. ICRA, however, notes that the credit cost has remained under control and modest over the past five years (average of 0.5% of total managed assets) even though the reported asset quality indicators weakened. The ongoing Covid-19 related lockdown is expected to affect the company's operations and asset quality, considering its sizeable dependence on cash transactions. While access to collateral (in case of gold loans) provides comfort, the ability to undertake timely recoveries in case the gold price movements turn adverse and, the performance of the non-gold segments would be monitorables.

The Stable outlook factors in ICRA's expectation that MFL will continue to benefit from its established operational track record in the gold loan business, which accounted for 87% of the consolidated assets under management (AUM), as of December 2019, 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 non-banking financial company (NBFC) with a total portfolio of Rs. 38,498 crore (of which 98% is gold loan) as on December 31, 2019 and Rs. 34,246 crore as on March 31, 2019 (Rs. 29,142 crore as on March 31, 2018). The consolidated portfolio stood at Rs. 43,436 crore as on December 31, 2019 compared to Rs. 38,304 crore as on March 31, 2019, of which gold, housing and microfinance accounted for 87%, 5% and 5%, respectively. The company operates through an extensive pan-India branch network of 4,536 as on December 31, 2019 with 60% of its branches being in South India, where it has a good franchise. The strong brand value of Muthoot, 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 the annualised PAT/AMA[1] at 6.8% in 9M FY2020 (provisional) and 5.6% in FY2019. MFL's (standalone) net profitability also remained healthy with annualised PAT/AMA of 7.0% in 9M FY2020 (provisional) and 5.7% in FY2019. The return on average net worth was 27.6% in 9M FY2020 (annualised) and 22.4% in FY2019. The net interest margin improved to 13.5% in 9M FY2020 from 13.1% in FY2019 due to an improvement in the yields in FY2020 on account of the settlement of overdue loans. The company's profitability was further supported by a decline in the operating expense ratio to 4.1% in 9M FY2020 from 4.5% in FY2019 and low credit costs. The consolidated profitability is expected to be maintained at 4.5-5.0% in the medium term.

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 2.9 times as on December 31, 2019 (2.8 times as on March 31, 2019), aided by good internal capital generation. The consolidated gearing stood at 3.1

[1] *Profit after tax/average managed assets*

times as on December 31, 2019 vis-à-vis 3.1 times as on March 31, 2019. MFL's standalone net worth was Rs. 11,399 crore as on December 31, 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. ICRA expects MFL's consolidated gearing to remain in the range of 3-4 times over the medium term.

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 87% of the loan book as on December 31, 2019. The company's revenue diversification is also modest with non-interest income/average total assets of 0.32% (annualised; provisional) in 9M FY2020. The share of the subsidiaries was about 13% of the total AUM in December 2019, up from about 9% in March 2018. The consolidated AUM increased by 21% YoY to Rs. 43,436 crore as on December 31, 2019 (Rs. 35,939 crore as on December 31, 2018). The overall portfolio growth in 9M FY2020 was largely supported by the strong growth in housing and gold loans. On a YoY basis, the microfinance AUM grew by 46%, housing AUM by 10% and gold loan AUM by 19%.

The share of the subsidiaries is expected to increase to about 15-20% over the next five years. MFL'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 higher inherent risks compared to gold loans.

Critical to control credit costs in non-gold loan segment – MFL's gross stage 3 decreased to 2.5% as on December 31, 2019 from 2.7% as on March 31, 2019 (4.4% as on March 31, 2018) on the back of the settlement of overdue loans. The net stage 3 stood at 2.2% in December 2019 compared to 2.4% in March 2019. ICRA takes note of the additional standard asset provision of Rs. 119.9 crore (0.3% of the gold loan portfolio). This, along with the low credit cost of 0.5% (annualised) in 9M FY2020 (average of 0.7% in the last 3 years) and the liquid nature of the collateral, provides comfort. The ongoing covid-19 related lockdown is expected to affect the company's asset quality, considering its sizeable dependence on cash transactions. While access to collateral provides comfort and is expected to keep the credit costs under control, timely collections and auctions and a stable gold price would be critical.

The GNPAs in the housing and microfinance subsidiaries were under control at 1.9% and 1.1%, respectively, as on December 31, 2019 (0.7% and 1.2%, respectively, as on March 31, 2019). ICRA notes that MFL's (standalone) average credit cost for the last 5 years was low at 0.5%. The performance of non-gold loans would also be impacted by the lockdown because of the unsecured nature of the microfinance business and the average credit profile of the borrowers in the housing segment. Therefore, this would also remain a monitorable going forward.

Operations concentrated in South India – MFL's operations are largely concentrated in South India, which constituted 60% of its total branch network and 48% of its total loan portfolio as on December 31, 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 cash and liquid investments stood at Rs. 7,053 crore as on May 31, 2020 with repayment obligation of ~Rs. 14,650 crore during June 2020 - December 2020. A sizeable portion of the repayments (Rs. 8,578 crore) are cash credit/short-term loan from banks, which are expected to be rolled-over; Commercial paper (CP) and NCD repayments during this period are Rs. 3,842 crore and Rs. 1,926 crore respectively. MFL's CP issuances during April 2020 and May 2020, stood at Rs. 1,850 crore and Rs.700 crore respectively, largely similar to the CP maturities during these months. About 3% of the AUM was under moratorium as of May 2020, while the company has not applied for a moratorium from its lenders. ICRA notes that the company's near-term collections/loan recoveries could be impacted by the Covid-19 related lockdown. The available on-balance sheet (on-b/s) liquidity and access to undrawn working capital limits from banks (about Rs. 1,375 crore as of May 2020) provide support to MFL's near-term liquidity profile.

MFL has a fairly-diversified funding profile with bank loans constituting 40% of its total borrowings as on December 31, 2019, followed by debentures (32%), CPs (14%), external commercial borrowings (10%), debentures - private placement (1%) and subordinated debt (1%). Diverse funding sources help the company in maintaining a comfortable liquidity position.

Rating sensitivities

Positive triggers – ICRA could change the outlook or upgrade the rating if MFL demonstrates a track record of good quality and profitable performance in the non-gold asset segments while limiting the share of the unsecured asset segments to 15% of the overall AUM. A sustained asset quality, capital profile and earnings performance, as per the expected levels, would also act as positive rating triggers.

Negative triggers – ICRA could change the outlook or downgrade MFL's ratings if the asset quality weakens significantly, thereby impacting its earnings, or if the consolidated gearing increases beyond 4.5 times on a sustained basis.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Credit Rating Methodology for Non-Banking Finance Companies
Parent/Group Support	NA
Consolidation	To arrive at the ratings, ICRA has considered the consolidated financials of the Muthoot Finance Group. 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. However, MFL 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. 2,191 crore was reported on an asset base of Rs. 45,369 crore in 9M FY2020.

The Muthoot Group reported a consolidated net profit 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. 2,321 crore was reported on a consolidated asset base of Rs. 49,807 crore in 9M FY2020.

Key financial indicators (audited)

	Standalone			Consolidated		
	FY2018	**FY2019**	**9M FY2020**	**FY2018**	**FY2019**	**9M FY2020**
Total Income	6,333	6,881	6,312	6,782	7,601	7,066
Profit after Tax**	1,778	1,972	2,191	1,830	2,078	2,297
Net Worth**	7,812	9,793	11,399	7,857	9,931	11,642
Total Managed Portfolio	29,507	34,933	39,096	32,252	38,723	43,305
Total Managed Assets	30,792	38,069	45,369	33,672	41,735	49,807
Return on Average Managed Assets (%)	5.8%	5.7%	7.0%	5.7%	5.6%	6.8%
Return on Average Net Worth (%)	24.8%	22.4%	27.6%	25.4%	23.4%	28.3%
Gross NPA %	4.4%	2.7%	2.5%	-	-	-
Net NPA %	3.8%	2.4%	2.2%	-	-	-
Net NPA / Net Worth	14.1%	8.2%	7.1%	-	-	-
Gearing (reported; times)	2.9	2.8	2.9	3.2	3.1	3.1
% CRAR	26.3%	26.1%	27.1%	-	-	-

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 (FY2021)					Rating History for the Past 3 Years					
		Type	Amount Rated	Amount Outstanding	Rating		FY2020			FY2019		FY2018
					11-06-20	13-04-20	14-02-20	22-01-20	10-10-19	07-01-19	4-12-18	09-10-17
1	NCD	Long Term	2,000	2,000	[ICRA]AA (Stable)	[ICRA]AA (Stable)	-	-	-	-	-	-
2	NCDs-Public Issue	Long Term	8,870.31	8,870.31	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
3	NCDs-Private Placement	Long Term	2,000	2,000	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
4	Subordinated Debt	Long Term	463.34	463.34	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
5	Term Loans	Long Term	2,690	2,690	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
6	Fund-based Bank Limits^	Long Term	8,897	8,897	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
7	Fund-based Bank Limits^	Short Term	13,338	13,338	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
8	Commercial Paper	Short Term	5,000	5,000	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
9	Subordinated Debt	Long Term	10.50	10.50	[ICRA]AA (Stable)	-	-	-	-	-	-	-

^ Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 7,260 crore; the total rated bank facilities are Rs. 17,665 crore (including Rs. 2,690-crore term loans and Rs. 870-crore credit exposure limit)

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
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)
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)
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	19-Apr-18	8.75	19-Apr-23	56.51	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
	Debentures					
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)
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)
INE414G07DT3	Non-convertible Debentures	1-Nov-19	9.25	1-Nov-21	45.56	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07DU1	Non-convertible Debentures	1-Nov-19	9.5	1-Jan-23	53.73	[ICRA]AA(Stable)
INE414G07DV9	Non-convertible Debentures	1-Nov-19	Zero Coupon	1-Nov-24	89.82	[ICRA]AA(Stable)
INE414G07DW7	Non-convertible Debentures	1-Nov-19	9.5	1-Nov-21	54.83	[ICRA]AA(Stable)
INE414G07DX5	Non-convertible Debentures	1-Nov-19	9.75	1-Jan-23	40.99	[ICRA]AA(Stable)
INE414G07DY3	Non-convertible Debentures	1-Nov-19	Zero Coupon	1-Nov-24	53.62	[ICRA]AA(Stable)
INE414G07DZ0	Non-convertible Debentures	1-Nov-19	9.75	1-Nov-21	26.05	[ICRA]AA(Stable)
INE414G07EA1	Non-convertible Debentures	1-Nov-19	10	1-Jan-23	38.02	[ICRA]AA(Stable)
INE414G07EB9	Non-convertible Debentures	1-Nov-19	Zero Coupon	1-Nov-24	14	[ICRA]AA(Stable)
INE414G07EC7	Non-convertible Debentures	1-Nov-19	Zero Coupon	1-May-27	43.2	[ICRA]AA(Stable)
INE414G07EH6	Non-convertible Debentures	27-Dec-19	9.25	27-Dec-21	63.8	[ICRA]AA(Stable)
INE414G07EI4	Non-convertible Debentures	27-Dec-19	9.5	27-Feb-23	54.69	[ICRA]AA(Stable)
INE414G07EJ2	Non-convertible Debentures	27-Dec-19	Zero Coupon	27-Dec-24	81.83	[ICRA]AA(Stable)
INE414G07EK0	Non-convertible Debentures	27-Dec-19	9.5	27-Dec-21	285.72	[ICRA]AA(Stable)
INE414G07EL8	Non-convertible Debentures	27-Dec-19	9.75	27-Feb-23	117.08	[ICRA]AA(Stable)
INE414G07EM6	Non-convertible Debentures	27-Dec-19	Zero Coupon	27-Dec-24	54.38	[ICRA]AA(Stable)
INE414G07ED5	Non-convertible Debentures	27-Dec-19	9.75	27-Dec-21	34.47	[ICRA]AA(Stable)
INE414G07EE3	Non-convertible Debentures	27-Dec-19	10	27-Feb-23	40.78	[ICRA]AA(Stable)
INE414G07EF0	Non-convertible Debentures	27-Dec-19	Zero Coupon	27-Dec-24	12.66	[ICRA]AA(Stable)
INE414G07EG8	Non-convertible Debentures	27-Dec-19	Zero Coupon	27-Jun-27	44.6	[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	22-Nov-18	9.5	1-Feb-21	8	[ICRA]AA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
	Debentures (private)					
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	550	[ICRA]AA(Stable)
INE414G07DS5	Non-convertible Debentures (private)	6-Sep-19	10	6-Sep-21	200	[ICRA]AA(Stable)
INE414G07EN4	Non-convertible Debentures (private)	30-Dec-19	9.5	30-Jan-22	250	[ICRA]AA(Stable)
INE414G07EO2	Non-convertible Debentures (private)	30-Dec-19	9.5	6-Jan-22	250	[ICRA]AA(Stable)
Unallocated	Non-convertible Debentures (private)##	-	-	-	2,175	[ICRA]AA(Stable)
Unallocated	Non-convertible Debentures (public)##	-	-	-	1,189.01	[ICRA]AA(Stable)
Total Non-Convertible Debentures*					**12,870.31**	
Subordinated Debt						
INE414G09015	Subordinated Debt	26-Mar-13	12.35	26-Mar-23	10.00	[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##	-	-	-	200.00	[ICRA]AA(Stable)
Total Subordinated Debt*					**473.84**	
NA	Term Loans	-	-	-	2,690.00	[ICRA]AA(Stable)
NA	Long-term Fund-based/non fund-based Bank Facilities	-	-	-	8,897.00^	[ICRA]AA(Stable)
NA	Short-term Fund-based Bank Facilities	-	-	-	13,338.00^	[ICRA]A1+
Total Bank Facilities					**17,665.00**	
NA	Commercial Paper	-	-	-	**5,000.0**	[ICRA]A1+

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
	Programme				0	

Source: MFL
Yet to be placed
^ Long-term and short-term fund-based bank limits include an interchangeable limit of Rs. 7,260 crore; the total rated bank facilities are Rs. 17,665 crore (including Rs. 2,690-crore term loans and Rs. 870-crore credit exposure limit)

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

Analyst Contacts

Mr. Karthik Srinivasan
+91 22 6114 3444
karthiks@icraindia.com

Mr. A M Karthik
+91 44 4596 4308
a.karthik@icraindia.com

Mr. Shaik Abdul Saleem
+91 44 4596 4325
shaik.saleem@icraindia.com

Mr. Amlan Jyoti Badu
+91 80 4332 6406
Amlan.badu@icraindia.com

Relationship Contact

Mr. L. Shivakumar
+91 22 6114 3406 / +91 98210 86490
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