

June 29, 2021

Edelweiss Asset Reconstruction Company Limited: Ratings reaffirmed; ratings reaffirmed and withdrawn for matured borrowing programmes

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible Debenture Programme	217.00	217.00	[ICRA]A (Negative); reaffirmed
Non-convertible Debenture Programme	97.00	97.00	[ICRA]A+(CE) (Negative); reaffirmed
Long-term Principal Protected Market Linked Debenture Programme	195.96	195.96	PP-MLD [ICRA]A+(CE) (Negative); reaffirmed
Long-term Principal Protected Market Linked Debenture Programme	27.04	0.00	PP-MLD [ICRA]A+(CE) (Negative); reaffirmed and withdrawn
Bank Lines	355.00	355.00	[ICRA]A (Negative); reaffirmed
Bank Lines	100.00	0.00	[ICRA]A (Negative); reaffirmed and withdrawn
Total	992.00	864.96	

*Instrument details are provided in Annexure-1

Note: In line with the SEBI circular dated June 13, 2019, ICRA shall use the suffix CE (credit enhancement) alongside the rating symbol for denoting the rating of instruments backed by an explicit credit enhancement instead of the earlier practice of using the suffix SO (structured obligation). The CE rating for the non-convertible debentures (NCDs) and market linked debentures is based on the strength of an unconditional, irrevocable and continuing guarantee provided by Edelweiss Financial Services Limited (EFSL; guarantor)

PP-MLD refers to the principal protected market linked debenture programme. According to the terms of the rated market linked debentures, the amount invested, i.e. the principal, is protected against erosion while the returns on the investment could vary as they are linked to movements in one or more variables such as equity indices, commodity prices, and/or foreign exchange rates. The assigned rating expresses ICRA's current opinion on the credit risk associated with the issuer concerned. The rating does not address the risks associated with the variability in returns resulting from the adverse movements in the variable(s) concerned

Rating Without Explicit Credit Enhancement	[ICRA]A
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*Instrument details are provided in Annexure-1

Note: The (CE) suffix mentioned alongside the rating symbol indicates that the rated instrument/facility is backed by some form of explicit credit enhancement. This rating is specific to the rated instrument/facility, its terms and structure and does not represent ICRA's opinion on the general credit quality of the entity concerned. The last row in the table above also captures ICRA's opinion on the rating without factoring in the explicit credit enhancement

Rationale

For the [ICRA]A+(CE) (Negative) and PP-MLD [ICRA]A+(CE) ratings

The above ratings are based on the strength of the corporate guarantee provided by Edelweiss Financial Services Limited (EFSL), the ultimate parent of Edelweiss Asset Reconstruction Company Limited (EARC), for the rated NCD and PP-MLD programmes. The Negative outlook reflects ICRA's outlook on the rating of the Edelweiss Group.

Adequacy of credit enhancement

The ratings factor in the guarantee provided by EFSL, which would be unconditional, irrevocable and continuing and would cover all obligations that may arise on the rated NCDs and PP-MLDs. The payment mechanism is designed to ensure timely payments to the investors, as per the terms of the transaction, either by the issuer or the guarantor. If the company does not deposit the requisite funds in the Designated Account on any T-1 date (T being the coupon payment date, scheduled principal redemption date, put/call option settlement date or redemption date under an early redemption/acceleration event), the guarantor would be obligated to deposit the shortfall amount in the Designated Account latest by 12.00 p.m. on the T date. If the guarantor fails to deposit such funds in the Designated Account on the T date, it would constitute a default on the part of the guarantor.

Salient covenants of the rated facility

- The company shall not permit any transfer of the controlling interest or make any drastic change in the management setup
- The company shall, during the currency of the debentures, maintain a security cover equal to the principal and interest payable throughout the tenure of the debentures
- The company shall provide additional security to meet the shortfall if the Trustee and/or debenture holder(s) are of the opinion that, at any time during which the debentures are outstanding, the security provided by the company has become inadequate. The company shall provide and furnish to the Trustee to its satisfaction such additional security for maintaining the security cover as provided in the financial covenants and conditions as may be acceptable to the Trustee to cover such deficiency
- Comply with all regulatory and other requirements as specified by the relevant Governmental authorities and stock exchanges from time to time and ensure compliance with the applicable laws, the debt listing agreement entered into with the stock exchanges, the disclosure documents and the prudential guidelines

For the [ICRA]A (Negative) rating

For arriving at the rating of EARC, ICRA has considered the standalone rating of the company and has factored in the support provided by its ultimate parent, EFSL, given the close linkages between the Group entities, common promoters and senior management team, shared brand name, and strong financial and operational synergies.

ICRA has reaffirmed and withdrawn the ratings assigned to EARC's Rs. 100-crore bank lines and Rs. 27.04-crore MLD (PP) programme as no amount is outstanding against the rated instruments. The ratings have been withdrawn at the request of the company and as per ICRA's policy on the withdrawal of credit ratings.

The rating continues to factor in EARC's parentage (the Edelweiss Group), the Group's diversified business profile, its demonstrated track record, and its established position as a diversified financial services provider. ICRA has also noted the company's strategic importance to the Group, the close linkages with the Group and the shared brand name. Moreover, ICRA expects EARC to continue receiving timely and adequate support from the parent. The rating also factors in EARC's leadership position in the asset reconstruction space, with assets under management (AUM) of Rs. 40,473 crore as on March 31, 2021 (Rs. 42,976 crore as of March 31, 2020 and Rs. 46,420 crore as on March 31, 2019), and its experienced management team. The rating also factors in the consistent fee income in the form of management fee (more than ~Rs. 725 crore per annum in the last few years), which anchors the profitability of the company.

The rating is, however, constrained by the high risk profile of the company's asset class (primarily in corporate assets), given its focus on large-ticket corporate exposures, the limited seasoning of the asset reconstruction industry and the challenges faced by the industry in continuously acquiring assets at reasonable prices. ICRA also takes into account EARC's plan to diversify its portfolio by scaling up the share of the retail assets business to 50% of EARC's capital deployed by FY2026, given the relatively quicker resolution and consequently low payback period for retail assets. The gross leverage ratio stood at 1.62 times as of March 31, 2021 (declined from 2.15 times as of March 31, 2020). The company also had asset-specific borrowings (repayment is linked to recovery from underlying security receipts; SRs) of Rs. 1,258 crore as of March 31, 2021 of the overall borrowings. The company's ability to achieve the timely resolution and healthy recovery of its assets and improve its capital structure would remain important.

The valuation of EARC's investments in SRs and its management fee are governed by the recovery ratings of the SRs, which, in turn, are assigned by external credit rating agencies based on the recovery prospects of these SRs from the underlying assets. While a large portion of EARC's SRs (EARC's investments) are rated RR1 or above, which indicates recovery prospects of $\geq 100\%$ of the underlying investments, the company may have to write down the value of its investments in case the recovery ratings are downgraded. This may adversely impact its net worth. If the ultimate or final recovery from the underlying stressed asset remains lower than its acquisition value, the loss may also become permanent. The complex and protracted resolution process, particularly for large-ticket corporate exposures, and the uncertainty associated with the same can result in variability in cashflows. While the Group has resolved certain large-ticket assets in the recent past, its ability to continue to ensure timely and adequate resolution performance would remain a key monitorable.

Key rating drivers and their description

Credit strengths

Corporate guarantee from EFSL and presence of payment mechanism – The guarantee provided by EFSL would be unconditional, irrevocable and continuing, and would cover all obligations that may arise on the rated PP-MLDs. The payment mechanism is designed to ensure timely payments to the investors, as per the terms of the transaction, either by the issuer or the guarantor.

Strong parentage, being a part of Edelweiss Group – The Edelweiss Group, through Group companies, had a stake of 74.8% in EARC (~60% on a diluted basis) as on March 31, 2021. Going forward, EARC would be a part of the asset management business of the Group. The Group has a diversified business profile, demonstrated track record and an established position as a diversified financial services provider. It commenced operations in the capital market related business and has established its position as a leading entity in the institutional equity broking and investment banking segments over the years. To diversify its revenue stream and reduce its dependence on capital markets, the Group forayed into other segments like credit (wholesale lending in FY2006 and retail lending in FY2011), distressed assets (FY2010), and life insurance (FY2012) and general insurance (FY2018). It draws the advantage of healthy fee and advisory income of Rs. 1,654 crore, which accounted for 56% of its operating income in FY2021.

Strong linkages with parent – The Group's entities, including EARC, have close linkages in the form of common promoters and senior management teams, a shared brand name, and strong financial and operational synergies. The asset reconstruction business is strategically important to the Group, as evidenced by the increase in the Group's stake in EARC to ~60% on a fully diluted basis as on March 31, 2021 from 47.4% as of March 31, 2016.

Leading position in asset reconstruction industry – The Group forayed into the distressed assets business in 2008 and obtained an asset reconstruction company (ARC) licence in 2009. The operations expanded from FY2014 with increasing opportunities in the market. The Group has successfully ramped up the scale of operations with EARC emerging as the largest player in the asset reconstruction business in India with AUM of Rs. 40,473 crore as on March 31, 2021, up from Rs. 9,245 crore as on March 31, 2014. As on March 31, 2021, EARC had acquired financial assets from ~76 banks and financial institutions and had gross investments of ~Rs. 60,505 crore. This includes a cash deployment of ~Rs. 9,017 crore and SRs subscribed by seller banks and financial institutions of ~Rs. 51,488 crore.

ICRA takes comfort from EARC's experienced management team with a major part of the team continuing with the company since inception. EARC's income comprises management fees, interest income from restructured accounts and profit on the redemption of SRs. EARC has been generating a steady flow of revenue from fees and incentives. It generates consistent fee income in the form of management fee (~Rs. 725+ crore per annum in the past few years), which anchors its profitability. EARC reported a profit after tax (PAT) of Rs. 186 crore (return on average assets of 3.0%) in FY2021 compared to a PAT of Rs. 302 crore (return on average assets of 4.5%) in FY2020. The company had a capitalisation ratio of 37.4%, which is above the regulatory requirement.

Credit challenges

Exposed to risks inherent in distressed assets space – The company focusses on the large single borrower segment, an asset class with a high risk profile on account of its complexity, higher ticket size as well as the high degree of engagement with promoters. However, EARC is also present in the small and medium enterprise (SME) and retail segments in the asset reconstruction company (ARC) space. It plans to diversify its portfolio by scaling up the share of the retail assets business to 50% of EARC's capital employed by FY2026, given the relatively quicker resolution and consequently low payback period for retail assets.

The risks inherent in distressed assets, coupled with the company's strategy of focussing on resolution through the revival of operations and debt restriction, can lead to a protracted process. Given the lumpy nature of these assets, the inability to achieve resolution as per expectations, in terms of the amount recovered as well as the timelines, can have a bearing on EARC's cash flow and financial profile. The company achieved gross recoveries of ~Rs. 5,432 crore from 179 borrowers in FY2021 compared to Rs. 11,257 crore in FY2020, Rs. 7,019 crore in FY2019 and Rs. 2,574 crore in FY2018. Its ability to achieve timely resolution and commensurate returns remains critical.

Valuation of investments, profitability and net worth susceptible to changes in recovery ratings – The valuation of EARC's investments in SRs and its management fee are governed by the recovery ratings of the SRs, which, in turn, are assigned by external credit rating agencies based on the recovery prospects of these SRs from the underlying assets. While a large portion of EARC's SRs (EARC's investments) are rated RR1 or above, which indicates recovery prospects of $\geq 100\%$ of the underlying investments, the company may have to write down the value of its investments in case the recovery ratings are downgraded. This may adversely impact its net worth. If the ultimate or final recovery from the underlying stressed asset remains below its acquisition value, the loss may also become permanent. Further, the management fees for the assets acquired after August 2014 are linked to the lower end of the rating band or the net asset value (NAV), whichever is less. Therefore, a downgrade in the ratings would lead to a fall in the management fees. However, EARC has been generating a steady flow of revenue from fees and incentives.

Moderation in gearing though remains high – EARC's borrowing profile is mainly in the form of NCDs and asset-specific borrowings. Its leverage ratio was 2.15 times as on March 31, 2020 compared to 2.79 times as on March 31, 2019, which was on the higher side compared to its peers. Although the gross leverage declined to 1.62 times as of March 31, 2021, it is moderately high, given the inherent risk profile of the assets. Asset-specific borrowings were Rs. 1,258 crore of the overall borrowings as of March 31, 2021. Asset-specific borrowings have a tenure of 10 years and the repayment is linked to the recovery from the underlying SRs.

EARC had a cash and bank balance of ~Rs. 539 crore as on March 31, 2021, implying net debt (including asset-specific borrowings) to equity of 1.4 times. Moreover, the company has a demonstrated track record of raising capital, which provides some comfort. For instance, in October 2016, the Group entered into a partnership with Caisse de Dépôt et Placement du Québec (CDPQ), the second-largest pension fund in Canada. CDPQ had infused Rs. 500-crore equity into EARC in the form of compulsorily convertible preference shares (CCPS). It is expected that these preference shares would be converted into equity in due course.

Limited seasoning of industry with challenges in acquiring assets at reasonable prices – In ICRA's view, the seasoning of the asset reconstruction industry remains limited. Also, the ability of the ARCs to judiciously acquire new assets while maintaining a comfortable capital structure and a competitive cost of borrowings remains a key rating sensitivity. In ICRA's view, any delay or inability to resolve delinquent assets could impact the company's profitability and liquidity profile and will remain a key rating monitorable. However, recent changes like the Insolvency and Bankruptcy Code (IBC) are expected to speed up the resolution process, going forward.

Ability to scale up AUM at competitive costs while maintaining healthy capitalisation profile – The change in the Reserve Bank of India's (RBI) guidelines for the sale of stressed assets can lead to an increase in the provisioning requirement for banks and can thus result in disincentivising the SR route of selling assets to ARCs. The impact on long-standing non-performing assets

(NPAs) with an existing high provisioning cover would be lower. While this would facilitate more efficient price discovery for assets, the upfront capital requirement for ARCs would be higher, given the expected shift to the cash mode from the SR mode of asset acquisition. The upfront capital requirement can, however, be brought down through partnerships and other investors. Going forward, the ability of ARCs to judiciously acquire new assets and resolve them while maintaining a comfortable capital structure and a competitive cost of borrowings remains a key rating sensitivity.

Liquidity position: Adequate

For the [ICRA]A+(CE) (Negative) and PP-MLD [ICRA]A+(CE) ratings: Adequate

The Group's liquidity is adequate. It had overnight liquidity of Rs. 3,550 crore and undrawn bank lines of Rs. 300 crore as of May 31, 2021. It has repayment obligations of Rs. 10,935 crore from June 2021 to March 2022. The Group also has other assets like short-term treasury assets of Rs. 1,300 crore as of May 31, 2021 that can be liquidated at a relatively short notice. It also has a short-term loan book of Rs. 1,450 crore as of May 31, 2021. The Group has adequate liquidity for the payment of obligations for ~4 months (considering overnight liquidity and undrawn bank lines) and ~6 months (considering treasury assets and short-term loan book). Post that, its ability to maintain healthy collections and ensure a comfortable asset-liability matching (ALM) profile by raising adequate funds along with free inflow/outflow of liquidity over different verticals would be a key rating monitorable.

For the [ICRA]A (Negative) rating: Adequate

The liquidity position of EARC is adequate. It had a bank balance and fixed deposits of Rs. 539 crore as of March 31, 2021, which is sufficient to repay the obligations of Rs. 347 crore in FY2022.

Rating sensitivities

For the [ICRA]A+(CE) (Negative) and PP-MLD [ICRA]A+(CE) ratings

The ratings assigned to the Rs. 97-crore NCD programme and the Rs. 195.96-crore PP-MLD programme would remain sensitive to any movement in the rating or outlook of the Edelweiss Group.

For the [ICRA]A (Negative) rating

Positive factors – Given the Negative outlook, an upgrade is less likely in the near term. ICRA could revise the outlook on an improvement in the credit profile of the Group.

Negative factors – The rating could be revised if there is a change in the ownership and/or linkages with the parent. ICRA could revise the rating due to a deterioration in the credit profile of the Group.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Credit Rating Methodology for Non-Banking Finance Companies Consolidation and Rating Approach Approach for Rating Debt Instruments Backed by Third-party Explicit Support ICRA Policy on Withdrawal of Credit Rating
Parent/Group Support	Support from EFSL (the ultimate parent company)
Consolidation/Standalone	Standalone

About the company

Edelweiss Asset Reconstruction Company Limited (EARC) was incorporated in September 2009 by the Edelweiss Group in partnership with a group of high net worth individual (HNI) investors. The Group, through its Group companies, held a 74.8% stake as on March 31, 2021 in EARC, up from 47.4% as on March 31, 2016, while the remaining stake is held by other investors. EARC has emerged as the largest ARC in the country with AUM of Rs. 40,473 crore as on March 31, 2021. The company operates primarily in the large corporate segment, which is perceived to be risky on account of its complexity, higher ticket size as well as the high degree of engagement with promoters and bankers. During the year ended March 31, 2019, the company forayed into the retail segment and its focus is on increasing the retail NPA acquisition.

Edelweiss Financial Services Limited

Edelweiss Financial Services Limited (EFSL), the holding company of the Edelweiss Group of companies, was incorporated in 1995 by first-generation entrepreneurs to offer investment banking services primarily to technology companies. At present, the Group is engaged in wholesale and retail financing, distressed assets resolution, commodity financing, corporate debt syndication and debt restructuring, institutional and retail equity broking, corporate finance advisory, wealth advisory and asset management. It forayed into housing finance in FY2011, life insurance in FY2012 and general insurance in FY2018.

Key financial indicators (audited)

Edelweiss Financial Services Limited (Consolidated)	FY2019	FY2020	FY2021
Net interest income*	2,055	1,109	200
Total income	11,161	9,603	10,849
Profit after tax (Edelweiss' share)	995	(2,045)	265
Profit after tax - Including MI	1,044	(2,044)	254
Net worth	8,715	7,207	7,677
Loan assets**	38,408	28,361	21,911
Total assets	64,154	54,280	45,975
Return on assets	1.6%	-3.5%	0.5%
Return on equity	12.6%	-25.7%	3.4%
Gross NPA (%)	1.9%	5.3%	7.7%
Net NPA (%)	0.8%	4.1%	4.1%
Net NPA/Net worth (%)	3.4%	11.9%	8.2%
Gross gearing (times)	5.3	5.1	3.7
CRAR (%)	18%	21%	21.5%

Source: Company, ICRA research; All ratios as per ICRA calculations; * For FY2021, net interest income includes total interest income incl. interest from deposits etc, minus interest expense; Amount in Rs. crore

** Loan assets include on-book loans and SRs

Edelweiss Asset Reconstruction Company Limited	FY2019	FY2020	FY2021
Total income	1,367	1,166	867
Profit after tax	435	302	186
Net worth	1,735	2,036	2,222
Assets under management	46,420	42,976	40,473
Recoveries	7,019	11,257	5,432
Total assets	6,840	6,546	5,933
Return on average assets	7.1%	4.5%	3.0%
Return on average equity	30.1%	16.0%	8.7%
Total capital ratio	25.6%	32.5%	37.4%
Gross gearing (times)	2.8	2.1	1.6

Source: Company, ICRA research; All ratios as per ICRA calculations; Amount in Rs. crore

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Type	Current Rating (FY2022)			Chronology of Rating History for the Past 3 Years						
			Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating Jun 29, 2021	Date & Rating in FY2021		Date & Rating in FY2020			Date & Rating in FY2019	
						Oct 19, 2020	May 05, 2020	Aug 30, 2019	Jun 25, 2019	Apr 05, 2019	Sep 26, 2018	Jul 16, 2018
1	Non-convertible Debenture	Long Term	97	96.5	[ICRA]A+ (CE) (Negative); reaffirmed	[ICRA]A+ (CE) (Negative)	[ICRA]A+ (CE) (Negative)	[ICRA]AA- (SO) (Negative)	[ICRA]AA- (SO) (Negative)	[ICRA]AA (SO) (Negative)	[ICRA]AA (SO) (Stable)	[ICRA]AA (SO) (Stable)
2	Non-convertible Debenture	Long Term	217	216.58	[ICRA]A (Negative); reaffirmed	[ICRA]A (Negative)	[ICRA]A (Negative)	[ICRA]A+ (Negative)	[ICRA]A+ (Negative)	[ICRA]AA- (Negative)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
3	Bank Lines	Long Term	355	75	[ICRA]A (Negative); reaffirmed	[ICRA]A (Negative)	[ICRA]A (Negative)	[ICRA]A+ (Negative)	[ICRA]A+ (Negative)	[ICRA]AA- (Negative)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
4	Bank Lines	Long Term	100	0	[ICRA]A (Negative); reaffirmed and withdrawn	[ICRA]A (Negative)	[ICRA]A (Negative)	[ICRA]A+ (Negative)	[ICRA]A+ (Negative)	[ICRA]AA- (Negative)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
5	Long-term Principal Protected Market Linked Debenture	Long Term	195.96	195.05	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed	PP-MLD [ICRA]A+ (CE) (Negative)	PP-MLD [ICRA]A+ (CE) (Negative)	PP-MLD [ICRA]AA- (SO) (Negative)	PP-MLD [ICRA]AA- (SO) (Negative)	PP-MLD [ICRA]AA (SO) (Negative)	PP-MLD [ICRA]AA(SO) (Stable)	PP-MLD [ICRA]AA(SO) (Stable)
6	Long-term Principal Protected Market Linked Debenture	Long Term	27.04	0	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed and withdrawn	PP-MLD [ICRA]A+ (CE) (Negative)	PP-MLD [ICRA]A+ (CE) (Negative)	PP-MLD [ICRA]AA- (SO) (Negative)	PP-MLD [ICRA]AA- (SO) (Negative)	PP-MLD [ICRA]AA (SO) (Negative)	PP-MLD [ICRA]AA(SO) (Stable)	PP-MLD [ICRA]AA(SO) (Stable)

Complexity level of the rated instrument

Instrument	Complexity Indicator
Non-convertible Debenture Programme (CE)	Simple
Long-term Principal Protected Market Linked Debenture	Moderately Complex
Non-convertible Debenture Programme	Simple
Bank Lines	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments are available on ICRA's 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
INE015L07121	Non-convertible Debenture	14-Jun-16	10.00%	14-Jun-21	7	[ICRA]A+ (CE) (Negative)
INE015L07550	Non-convertible Debenture	12-Sep-17	8.85%	11-Sep-24	60	[ICRA]A+ (CE) (Negative)
INE015L07204	Non-convertible Debenture	27-Jun-16	-	22-Jun-26	2	[ICRA]A+ (CE) (Negative)
INE015L07212	Non-convertible Debenture	28-Jun-16	-	23-Jun-26	4	[ICRA]A+ (CE) (Negative)
INE015L07261	Non-convertible Debenture	1-Jul-16	10.00%	26-Jun-26	18.5	[ICRA]A+ (CE) (Negative)
INE015L07279	Non-convertible Debenture	4-Jul-16	10.00%	29-Jun-26	5	[ICRA]A+ (CE) (Negative)
NA	Non-convertible Debenture - Proposed	NA	NA	NA	0.5	[ICRA]A+ (CE) (Negative)
INE015L07576	Non-convertible debentures	8-Oct-18	2.00%	7-Oct-28	216.58	[ICRA]A (Negative)
NA	Non-convertible Debenture - Proposed	NA	NA	NA	0.42	[ICRA]A (Negative)
NA	Bank Lines	NA	NA	NA	75	[ICRA]A (Negative)
NA	Bank Lines	NA	NA	NA	100	[ICRA]A (Negative); reaffirmed and withdrawn
NA	Bank Lines - Unallocated	NA	NA	NA	280	[ICRA]A (Negative)
INE015L07592	Long-term Market Linked Debenture	29-Nov-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	6	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	1-Feb-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	0.55	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	22-Nov-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	4.75	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	27-Feb-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	0.48	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	10-Jan-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	1.89	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	27-Dec-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	3	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07592	Long-term Market Linked Debenture	14-Nov-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	15-Nov-21	19	PP-MLD [ICRA]A+ (CE) (Negative)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE015L07246	Long-term Market Linked Debenture	30-Jun-16	Nifty 10Yr G-Sec Index Linked	1-Jul-21	4	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07253	Long-term Market Linked Debenture	30-Jun-16	Nifty 10Yr G-Sec Index Linked	25-Jun-26	2	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07311	Long-term Market Linked Debenture	12-Jul-16	Nifty 10Yr G-Sec Index Linked	13-Jul-21	15.4	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07329	Long-term Market Linked Debenture	12-Jul-16	Nifty 10Yr G-Sec Index Linked	13-Jul-21	10	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07337	Long-term Market Linked Debenture	12-Jul-16	Nifty 10Yr G-Sec Index Linked	7-Jul-26	2.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07378	Long-term Market Linked Debenture	18-Jul-16	Nifty 10Yr G-Sec Index Linked	19-Jul-21	6.85	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07410	Long-term Market Linked Debenture	22-Jul-16	Nifty 10Yr G-Sec Index Linked	23-Jul-21	7.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07386	Long-term Market Linked Debenture	18-Jul-16	Nifty 10Yr G-Sec Index Linked	13-Jul-26	3.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07428	Long-term Market Linked Debenture	22-Jul-16	Nifty 10Yr G-Sec Index Linked	17-Jul-26	2.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07428	Long-term Market Linked Debenture	16-Jan-19	Nifty 10Yr G-Sec Index Linked	17-Jul-26	0.46	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	16-Jan-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	3.10	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	3-Oct-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	3.75	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	6-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	5.60	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	27-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	5.50	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	29-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	5.50	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	9-Oct-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	35.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	17-Oct-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	14.86	PP-MLD [ICRA]A+ (CE) (Negative)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE015L07535	Long-term Market Linked Debenture	25-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	6.50	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	15-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	4.99	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	10-Jan-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	2.70	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	27-Dec-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	0.93	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07535	Long-term Market Linked Debenture	14-Nov-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	6-Sep-22	0.27	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07543	Long-term Market Linked Debenture	11-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	5-Sep-24	10.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07543	Long-term Market Linked Debenture	6-Sep-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	5-Sep-24	4.00	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07543	Long-term Market Linked Debenture	13-Oct-17	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	5-Sep-24	3.97	PP-MLD [ICRA]A+ (CE) (Negative)
NA	Long-term Market Linked Debenture - Yet to be issued	NA	NA	NA	0.91	PP-MLD [ICRA]A+ (CE) (Negative)
INE015L07584	Long-term Market Linked Debenture	1-Feb-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	16-Nov-20	0.35	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed and withdrawn
INE015L07584	Long-term Market Linked Debenture	14-Nov-18	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	16-Nov-20	19.25	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed and withdrawn
INE015L07584	Long-term Market Linked Debenture	16-Jan-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	16-Nov-20	0.25	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed and withdrawn
INE015L07584	Long-term Market Linked Debenture	18-Feb-19	NIFTY 10 YR BENCHMARK G-SEC INDEX LINKED	16-Nov-20	0.75	PP-MLD [ICRA]A+ (CE) (Negative); reaffirmed and withdrawn
INE015L07584	Long-term Market Linked Debenture	10-Jan-19	NIFTY 10 YR BENCHMARK	16-Nov-20	6.44	PP-MLD [ICRA]A+ (CE) (Negative);

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
			G-SEC INDEX LINKED			reaffirmed and withdrawn

Source: Company

Annexure-2: List of entities considered for consolidated analysis - Not applicable

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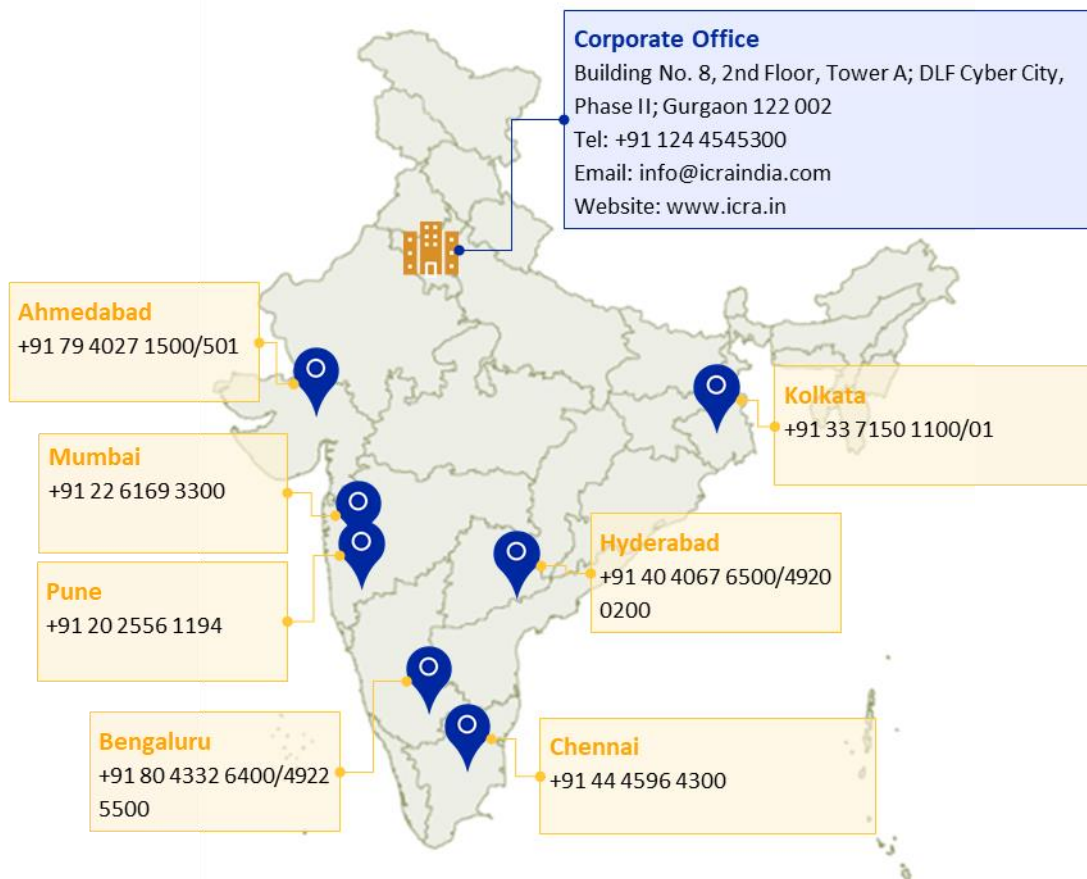
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