

August 26, 2021

## Aryadhan Financial Solutions Private Limited: Rating withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term fund-based/non-fund based bank lines	100.00	0.00	[ICRA]BB+ (Stable); withdrawn
<b>Total</b>	<b>100.00</b>	<b>0.00</b>	

\*Instrument details are provided in Annexure-1

### Rationale

ICRA is withdrawing Aryadhan Financial Solutions Private Limited's (AFSPL) rating at the company's request and based on the No-objection Certificate received from its lenders. This is in accordance with ICRA's policy on the withdrawal of credit ratings. ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers, liquidity position, rating sensitivities and key financial indicators have not been captured as the rated instrument is being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">ICRA's Credit Rating Methodology for Non-Banking Finance Companies Consolidation and Rating Approach</a> <a href="#">ICRA's Policy on Withdrawal of Credit Ratings</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Consolidated view of the credit profiles of AFSPL and Arya Collateral Warehousing Services Private Limited (parent company) owing to their close business linkages, common management and shared infrastructure

### About the company

AFSPL began its operations in late 2017 as a wholly-owned non-banking financial company (NBFC) subsidiary of Arya Collateral Warehousing Services Private Limited (ACWSPL). The company provides post-harvest commodity financing in association with its parent, which was incorporated in 1982, and has a network of ~5,000 warehouses across the country. AFSPL provides loans to farmers against the commodities kept and managed at the parent's warehouses.

### Status of non-cooperation with previous CRA: Not applicable

### Any other information: None

## Rating history for past three years

Instrument	Current Rating (FY2022)			Chronology of Rating History for the Past 3 Years			
	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
				Aug 26, 2021	Jun 29, 2020	Aug 30, 2019	May 18, 2018
Long-term fund-based/non-fund based bank lines	Long Term	0.00	0.00	[ICRA]BB+ (Stable); withdrawn	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)	[ICRA]BB+ (Positive)

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term fund-based/non-fund based bank lines	Not applicable

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](http://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
NA	Overdraft	May 29, 2019	11.34%	NA	7.50	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 1	Mar 07, 2019	11.50%	May 06, 2022	3.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 2	Mar 07, 2019	11.50%	Mar 13, 2022	2.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 3	May 27, 2020	11.50%	May 27, 2023	5.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 4	May 31, 2019	12.50%	Jun 03, 2020	2.50	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 5	May 31, 2019	12.50%	Jun 03, 2020	2.50	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 6	Nov 25, 2019	12.10%	Nov 30, 2020	3.75	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 7	Nov 25, 2019	12.10%	Dec 05, 2020	3.75	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 8	Dec 23, 2019	12.10%	Dec 31, 2020	2.50	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 9	Dec 23, 2019	12.10%	Dec 31, 2020	2.50	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 10	Feb 24, 2020	12.10%	Feb 25, 2021	5.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 11	Feb 24, 2020	12.10%	Feb 25, 2021	5.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 12	Feb 24, 2020	12.10%	Mar 18, 2021	5.00	[ICRA]BB+ (Stable); withdrawn
NA	Term Loan 13	Mar 31, 2020	10.95%	Mar 31, 2022	5.00	[ICRA]BB+ (Stable); withdrawn
NA	Proposed/ Unallocated Bank Lines	NA	NA	NA	45.00	[ICRA]BB+ (Stable); withdrawn

Source: AFSPPL

**Annexure-2: List of entities considered for consolidated analysis**

Company Name	Ownership	Consolidation Approach
Arya Collateral Warehousing Services Private Limited	Parent	Full Consolidation
Aryadhan Financial Solutions Private Limited	Subsidiary	Full Consolidation

## ANALYST CONTACTS

**Karthik Srinivasan**  
+91-22-6114 3444  
[karthiks@icraindia.com](mailto:karthiks@icraindia.com)

**Manushree Saggar**  
+91-124-4545 316  
[manushrees@icraindia.com](mailto:manushrees@icraindia.com)

**Abhinav Hans**  
+91-124-4545 383  
[abhinav.hans@icraindia.com](mailto:abhinav.hans@icraindia.com)

**Neha Kadiyan**  
+91-124-4545 321  
[neha.kadiyan@icraindia.com](mailto:neha.kadiyan@icraindia.com)

## RELATIONSHIP CONTACT

**Jayanta Chatterjee**  
+91 80 4332 6401  
[jayantac@icraindia.com](mailto:jayantac@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**  
Tel: +91 124 4545 860  
[communications@icraindia.com](mailto:communications@icraindia.com)

## Helpline for business queries

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

[info@icraindia.com](mailto:info@icraindia.com)

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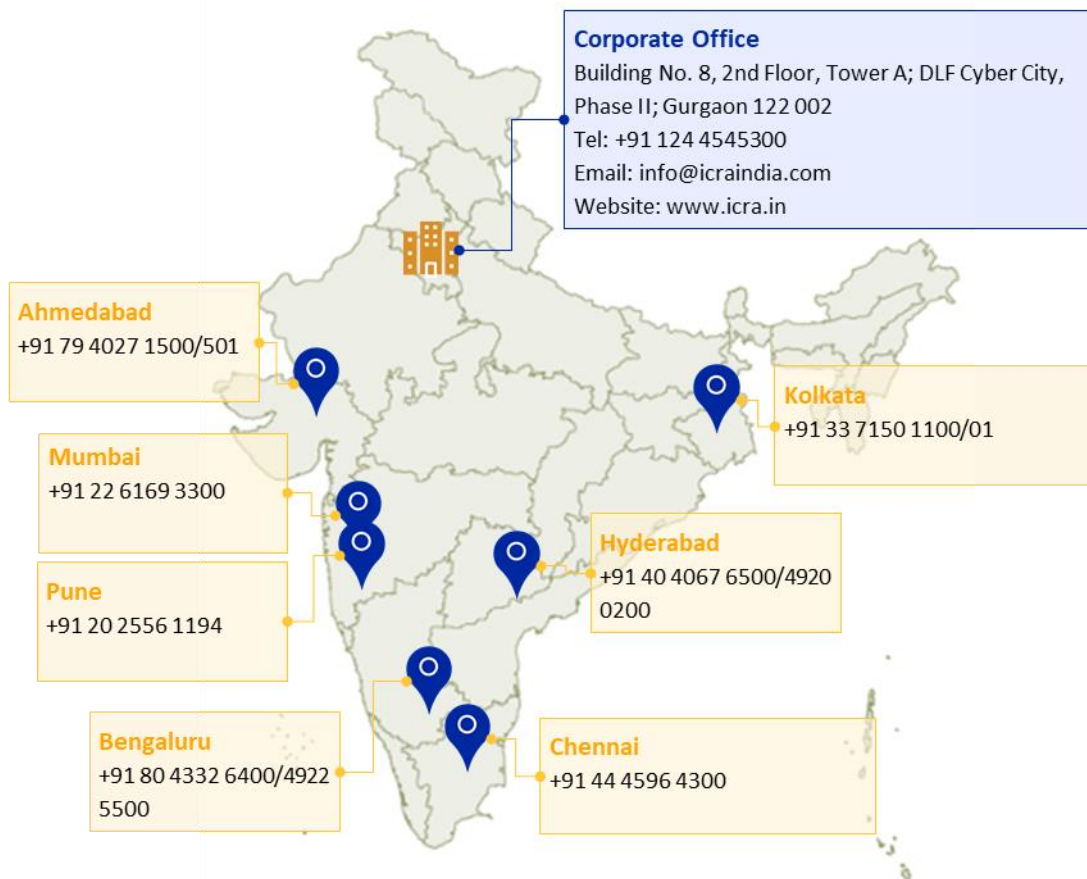
### Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



### Branches



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