

April 27, 2022

## Kfin Technologies Private Limited: Rating Withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible Debentures Programme	400.00	0.00	[ICRA]AA- (Stable); Withdrawn
<b>Total</b>	<b>400.00</b>	<b>0.00</b>	

\*Instrument details are provided in Annexure-1

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of KFin Technologies Private Limited (Kfin) based on the No Dues Certificate received from the Debenture Trustee, as the rated instrument has been fully redeemed and there is no amount outstanding against the same. This is in accordance with ICRA's policy on withdrawal and suspension. 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Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instruments are being withdrawn.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="#">Corporate Credit Rating Methodology</a> <a href="#">Policy on Withdrawal of Credit Ratings</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Consolidated

### About the company

Kfin Technologies Private Limited was incorporated in 2017. It was created as an operating entity through a scheme of arrangement and amalgamation of a previously operating entity, Karvy Computershare Private Limited (KCPL), with a demerged undertaking of Karvy Consultants Limited (KCL), one of the parent companies of Kfin. KCL, founded in 1981, provided issuer and investor services to major corporations in India. Kfin, a demerged entity of KCL, subsequently became a joint venture between KCL and Computershare Limited, an Australian company, in 2004 and started providing issuer and investor services.

### Key financial indicators – Audited

KFin Technologies Private Limited	FY2020	FY2021	9MFY2022
Operating Income (Rs. crore)	449.9	481.1	458.7
PAT (Rs. crore)	4.5	-64.5	97.7
OPBDIT/OI (%)	36.4%	44.1%	44.5%
PAT/OI (%)	1.0%	-13.4%	21.3%
Total Outside Liabilities/Tangible Net Worth (times)	1.1	1.7	0.6
Total Debt/OPBDIT (times)	2.3	1.4	0.6
Interest Coverage (times)	3.1	4.2	4.2

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

### Rating history for past three years

	Instrument	Rating (FY2023)				Chronology of Rating History		
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020
					Apr 27, 2022	Apr 30, 2021	-	Mar 20, 2020
1	Nonconvertible Debenture Programme	Long-term	400.00	-	[ICRA]AA-(Stable); Withdrawn	[ICRA]AA-(Stable)	-	[ICRA]AA-(Stable)

### Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Non-convertible debentures	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 analyzing 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, is available on ICRA's website: [www.icra.in](http://www.icra.in)

## Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
INE138Y07017	Non-convertible Debenture Programme	Nov 16, 2018	11.50%	*Nov 16, 2023	400.00	[ICRA]AA- (Stable); Withdrawn

Source: Company

\* Repaid in January 2022

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

Company Name	Kfin Ownership	Consolidation Approach
Karvy Fintech (Bahrain) W.L.L	100.00%	Full Consolidation
Karvy Fintech (Malaysia) SDN. BHD	100.00%	Full Consolidation
Kfin Services Private Limited	100.00%	Full Consolidation

Source: Company

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### Branches



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