

September 21, 2022

## Arohan Financial Services Limited: Rating assigned

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Subordinated debt	-	100.00	[ICRA]A- (Negative); assigned
Long-term bank facilities – Fund based	2,092.06	2,273.31	[ICRA]A- (Negative); assigned/reaffirmed
Non-convertible debentures	316.70	316.70	[ICRA]A- (Negative); outstanding
Non-convertible debentures	90.00	90.00	[ICRA]A- (Negative); outstanding
Non-convertible debentures	200.00	200.00	[ICRA]A- (Negative); outstanding
Long-term bank facilities – Fund-based term loan	25.00	25.00	[ICRA]A(CE) (Negative); outstanding
<b>Total</b>	<b>2,723.76</b>	<b>3,005.01</b>	

\*Instrument details are provided in Annexure I

<b>Rating without explicit credit enhancement</b>	<b>[ICRA]A-</b>
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Note: The (CE) suffix mentioned alongside the [ICRA]A rating symbol indicates that the rated instrument/facility is to be 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 above table also captures ICRA's opinion on the rating without factoring in the proposed explicit credit enhancement

### Rationale

#### For the [ICRA]A- (Negative) rating

The rating factors in Arohan Financial Services Limited's (Arohan) experienced management team and good systems and processes. While growth was impacted in FY2021 and FY2022 as the industry was facing many challenges following the spread of Covid-19 infections throughout the country, the company has been increasing its disbursements in the current fiscal. Consequently, its assets under management (AUM) increased 34% (annualised) in Q1 FY2023 to Rs. 4,474 crore as on June 30, 2022 compared to the decline of 4% and 11% in FY2021 and FY2022, respectively.

The rating also considers the company's adequate capitalisation profile supported by regular capital infusions, given its strong investor and promoter base. Arohan had a capital adequacy ratio (CAR) of 28.3% as on June 30, 2022 (34.6% as on March 31, 2022), which was well above the regulatory requirement of 15%, while the gearing (managed)<sup>1</sup> was reported at 4.0 times as on June 30, 2022 (4.1 times as on March 31, 2022; 4.7 times as on March 31, 2021). ICRA takes note of the company's plans to raise equity capital in FY2023, which would help support its growth plans while maintaining a prudent capitalisation profile. The borrowing profile remains fairly diversified with a good mix of private banks, public sector banks, financial institutions (FIs) and non-banking financial companies (NBFCs).

The rating remains constrained by the weak asset quality indicators, which moderated because of the disruptions caused by the Covid-19 pandemic. Arohan reported gross stage 3 (GS3) assets of 3.6% as on June 30, 2022 (4.5% as on March 31, 2022; 11.2% as on March 31, 2021) compared to 2.3% as on March 31, 2020. ICRA notes that the GS3 had weakened significantly in FY2022, though it improved by June 30, 2022, driven by write-offs and some recoveries. Also, the company has restructured loans under the Reserve Bank of India's (RBI) Resolution Framework for Covid-19-related stress, and the share of the standard restructured portfolio was 22% of the overall AUM as on June 30, 2022. A sizeable portion of the standard restructured portfolio was under moratorium as on June 30, 2022 and the performance of such loans, upon the lifting of the moratorium,

<sup>1</sup> Managed gearing = (On-book borrowings + securitised/assigned loan assets)/(Net worth)

remains a key monitorable. ICRA notes that Arohan has been receiving some payments from the restructured portfolio under moratorium. Some comfort is also drawn from the sizeable provisions maintained by the company against its GS3 and restructured portfolio.

With the deterioration in the asset quality and the elevated credit costs, the company's profitability remains subdued. It reported a profit of Rs. 61 crore (Rs. 23 crore in Q1 FY2023), translating into a return of 1.0% on average managed assets (AMA) and 6.2% on average net worth in FY2022. ICRA expects the credit costs to remain elevated in the near to medium term, which could possibly suppress the profitability indicators for FY2023.

The rating also factors in the risks associated with the unsecured nature of microfinance loans, the marginal borrower profile, which is susceptible to income shocks, and the political and operational risks inherent in the microfinance business. Further, there is scope for improvement in the geographical diversification of operations.

The outlook remains Negative, given the high delinquencies and restructured book, which could keep the pressure on profitability in the near term. Arohan's ability to improve the asset quality and profitability and control the credit costs would remain a key rating monitorable.

### For the [ICRA]A(CE) (Negative) rating

The rating is based on the strength of the unconditional and irrevocable guarantee provided by Northern Arc Capital Limited (NACL; rated [ICRA]A+ (Stable))/[ICRA]A1+).

### Adequacy of credit enhancement

ICRA has assessed the attributes of the partial guarantee issued by NACL in favour of the said instrument. While the guarantee is legally enforceable, irrevocable, unconditional, covers the entire tenor of the rated facility, and has a well-defined invocation and payment mechanism, it does not cover the entire rated amount. The guarantee is 27.69% of the initial loan amount, guaranteeing the repayment of the principal and the payment of the interest amount in relation to the facility for six months. NACL has waived off all the suretyship rights available under the Indian Contract Act, 1872. However, the credit enhancement provided in the guarantee shall cease to be available to the Lender if any modifications are done, without NACL's prior approval, to the terms of the facility which adversely impact NACL's obligations.

Taking cognisance of the above credit enhancement, ICRA had assigned a rating of [ICRA]A(CE) (Negative) to the said facility against the unsupported rating of [ICRA]A- (and in relation to the guarantor's rating of [ICRA]A+ (Stable))/[ICRA]A1+). In case the ratings of the guarantor or the unsupported rating of Arohan change in future, the same would have a bearing on the rating of the aforesaid facility as well.

### Salient covenants of the rated facility

- The tenure of the facility is 24 months with equated monthly interest and principal repayments.
- The guaranteed amount shall remain stable in absolute terms till it is reset. It can be reduced, subject to the confirmation/affirmation of the rating agency.
- In addition to the partial guarantee, Arohan will maintain a pool of loan receivables, which would be at least 1.10 times the outstanding amount of the facility. In case of a downgrade in its senior secured long-term rating to below BBB+, non-maintenance of the security cover, non-payment, and cross default, Arohan shall make equal weekly repayments and shall transfer the collections from the Hypothecated Property to the Collection and Payment Account on a weekly basis.
- The security cover shall be met only with Receivables that do not have any principal, interest, additional interest, fee or any other expected payments overdue. For this purpose, Arohan shall, with the consent of the Lender, replace any Receivables constituting the Hypothecated Property that has one or more instalments of principal, interest, additional interest, fee or any other expected payments overdue for more than 90 (ninety) days with Performing Loans that meet the Eligibility Criteria. Such replacement shall be done on or before the 15th of any calendar month.

- Arohan shall report/file such list of assets, comprising the Hypothecated Assets, with the concerned Registrar of Companies (ROC) and the Central Registry of Securitisation Asset Reconstruction and Security Interest of India in relation thereto as soon as practicable and no later than 30 (thirty) days.
- In case of a downgrade in Arohan's senior secured long-term rating to below BBB+, the company will ensure that the percentage of the outstanding principal value of the portfolio at risk (PAR) > 0 loans in the Hypothecated Property does not exceed 10% of the outstanding principal value of the Hypothecated Property.

## Key rating drivers and their description

### Credit strengths

**Good scale of operations** – Arohan is one of the largest NBFC-microfinance institutions (NBFC-MFIs) in India by AUM. The company has an established track record of more than 13 years in the microfinance space. It reported an AUM of Rs. 4,474 crore with a presence in 228 districts across 14 states through a network of 746 branches while catering to more than 19.7 lakh borrowers as on June 30, 2022. Apart from microfinance, the company has a small micro, small and medium enterprise (MSME) loan portfolio (less than 1% as on June 30, 2022) and a corporate loan book (2%).

**Experienced management, good systems and processes** – Arohan's management team comprises seasoned professionals with adequate domain experience and expertise. The company has developed a second line of management to cope with the increasing scale of operations. Arohan has good systems and processes, and it uses a core banking software to manage its operations. Further, the entire disbursement process is paperless and cashless. The company has also tied up with various partners to manage its cash at the field level and is working towards making cashless collections at the borrower level. Arohan has started lending under the revised regulatory framework from Q1 FY2023.

**Adequate capitalisation profile** – The company's CAR stood at 28.3% as on June 30, 2022 (34.6% as on March 31, 2022; 24.3% as on March 31, 2021), which was well above the regulatory requirement of 15%, while the gearing (managed) was reported at 4.0 times as on June 30, 2022 (4.1 times as on March 31, 2022; 4.7 times as on March 31, 2021). The management plans to maintain the CAR well above 20% over the medium term. Arohan last raised equity capital of ~Rs. 168 crore in February 2021 (~Rs. 130 crore in FY2020). ICRA takes note of the company's plans to raise equity capital in FY2023, which would help cushion the possible credit losses due to the pandemic and support the growth plans.

**Fairly diversified borrowing profile** – The company's funding base is fairly diversified with a good mix of private banks, public sector banks, FIs and NBFCs. As on June 30, 2022, Arohan had funding relationships with over 37 lenders. The funding profile is diversified and comprises bank loans (33% as on June 30, 2022), FIs/NBFCs (20%), debentures (7%), subordinated debt (10%) and pass-through certificates (PTCs)/direct assignment (29%). In FY2022, the company raised Rs. 3,051 crore from 21 different lenders, including Rs. 1,676 crore through PTCs and Rs. 225 crore via subordinated debt. In Q1 FY2023, it raised Rs. 896 crore from nine different lenders, including Rs. 382 crore through PTCs and Rs. 115 crore through debentures.

**Presence of partial guarantee for credit-enhanced term loan of Rs. 25 crore** – The Rs. 25-crore rated term loan is credit enhanced by an unconditional, irrevocable and payable on demand guarantee from NACL (partial credit guarantee (PCG) provider), amounting to 27.69% of the initial loan amount, guaranteeing the repayment of the principal and the payment of interest amounts in relation to the facility.

### Credit challenges

**Weak asset quality indicators; performance of restructured portfolio remains a key monitorable** – Arohan reported GS3 assets of 3.6% as on June 30, 2022 (4.5% as on March 31, 2022; 11.2% as on March 31, 2021) compared to 2.3% as on March 31, 2020. ICRA notes that the GS3 had weakened significantly in FY2022, though it improved by June 30, 2022, driven by write-offs and some recoveries. Also, the company has restructured loans under the RBI's Resolution Framework for Covid-19-related stress, and the share of the standard restructured portfolio was 22% of the overall AUM as on June 30, 2022. A sizeable portion

of the standard restructured portfolio was under moratorium as on June 30, 2022 and the performance of such loans, upon the lifting of the moratorium, remains a key monitorable. ICRA notes that Arohan has been receiving some payments from the restructured portfolio under moratorium.

Arohan is also carrying significant provisions on its portfolio. Consequently, the net stage 3 assets were lower at 0.9% as on June 30, 2022 (1.4% as on March 31, 2022; 4.0% as on March 31, 2021; nil as on March 31, 2020). Moreover, the collection efficiency has been improving with the company reporting a collection efficiency<sup>2</sup> of 112% in June 2022 (122% in March 2022; 117% in December 2021) compared to the low of 72% in May 2021. Arohan's ability to arrest further slippages and improve its asset quality will be a key monitorable.

**Ability to control credit costs and improve profitability** – The company reported a net profit of Rs. 23 crore in Q1 FY2023 compared to Rs. 61 crore in FY2022. The yield on average earning assets increased to 16.7% in Q1 FY2023 from 15.3% in FY2022 (17.1% in FY2021), with the deregulation of the pricing for microfinance loans, increase in interest rates and reduction in the on-book liquidity maintained by the company. The cost of average interest-bearing funds also increased to 10.7% in Q1 FY2023 from 9.4% in FY2022 (10.9% in FY2021) due to the systemic increase in interest rates. With the increase in yields outpacing the increase in the cost of average interest-bearing funds, the net interest margin (NIM) improved slightly to 8.2% of AMA in Q1 FY2023 from 8.0% in FY2022 (8.4% in FY2021).

The operating efficiency had declined in FY2022 with the decline in the scale of operations. The company reported operating expenses at 5.5% of AMA in Q1 FY2023 (5.0% in FY2022; 4.3% in FY2021). It has also been setting up and strengthening a recovery team focused on recoveries from delinquent customers and written-off accounts, which has led to an increase in operating expenses. Credit costs have been reducing with the gradual improvement in the asset quality, but remained elevated at 1.8% of AMA in Q1 FY2023 (2.3% in FY2022; 8.3% in FY2021). The overall profitability indicators improved in Q1 FY2023 aided by the improvement in margins and reduction in credit costs. However, Arohan's ability to control the credit costs and improve its profitability will be important from a credit perspective.

**Limited diversification in revenue stream and relatively risky asset class** – As the loans in the microfinance portfolio are unsecured and supported only by a group-based social security, the asset class of Arohan's portfolio is relatively risky. Further, there is limited diversification in the revenue stream and the asset class, given the monoline nature of the business with interest income from the microfinance portfolio comprising the majority of the total income earned in FY2022.

**Ability to improve geographical diversification of operations** – The company had a presence in 228 districts across 14 states through a network of 746 branches as on June 30, 2022. However, West Bengal's share in the portfolio remained high at 26% as on June 30, 2022 (27% as on March 31, 2022; 25% as on March 31, 2021). The top 3 states comprised 65% of the MFI portfolio as on June 30, 2022 (64% as on March 31, 2022 and March 31, 2021). Further, there is scope for district-level diversification of the portfolio as the top 5, 10 and 20 districts comprised 12%, 21% and 35%, respectively, of the MFI portfolio as on June 30, 2022 (12%, 21% and 35%, respectively, as on March 31, 2022; 12%, 21% and 34%, respectively, as on March 31, 2021) and 50%, 87% and 146%, respectively, of the net worth as on June 30, 2022 (48%, 82% and 136%, respectively, as on March 31, 2022; 57%, 96% and 158%, respectively, as on March 31, 2021). Going forward, the company's ability to improve its geographical diversification while scaling up its operations remains important from a credit perspective.

**Ability to manage political, communal and other risks, given the marginal borrower profile** – Microfinance remains susceptible to the risks associated with unsecured lending to marginal borrowers with limited ability to absorb income shocks and the rising borrower leverage levels owing to an increase in multiple lending in the areas of operations. Further, political and operational risks associated with microfinance may result in high volatility in the asset quality indicators. The microfinance industry is prone to socio-political, climatic and operational risks, which could negatively impact Arohan's operations. Arohan's ability to onboard borrowers with a good credit history, recruit and retain employees and improve the geographical diversity of its operations would be key for managing high growth rates.

<sup>2</sup> Collection efficiency = (current collections + overdue collections + prepayments) \ current demand

## Liquidity position: Adequate

### For the [ICRA]A- (Negative) rating

As on June 30, 2022, the company had a cash and bank balance and liquid investments of Rs. 952 crore (including Rs. 376 crore lien-marked margin money deposits). Additionally, it had Rs. 453 crore of unutilised lines as on July 31, 2022. As per ICRA's estimates, Arohan has monthly debt repayments of Rs. 250-300 crore against monthly collections of ~Rs. 250 crore. Factoring in the expected collections from advances, the liquidity profile is adequate to meet the debt obligations in a timely manner as per ICRA's estimates as on June 30, 2022. However, given the company's growth plans, it would require additional funding to support the envisaged disbursements.

### For the [ICRA]A(CE) (Negative) rating

Adequate liquidity is available for the rated term loan in the form of a PCG from NACL and the security pool. The PCG as well as the collections from the security pool can be utilised for meeting the scheduled payouts, if required.

### For support provider (NACL): Adequate

NACL had cash and liquid investments of Rs. 669 crore and undrawn credit lines of Rs. 489 crore as on June 14, 2022, with a repayment obligation of Rs. 818.8 crore during June 2022-August 2022, indicating sufficient liquidity to meet its debt obligations over the next three months. Further, ICRA notes that the collection efficiency remained robust throughout FY2022 at 99.5% with most of NACL's institutional borrowers carrying sizeable liquidity on their balance sheets.

The company has continued to maintain a positive asset and liability management (ALM) profile over the last three years backed by significant liquid assets (cash & equivalents) in the less-than-one-month bucket. Also, as of March 2022, NACL had positive mismatches across all the buckets. The average tenor of the loan/investment portfolio is 1-2 years. On the other hand, NACL has secured a sizeable portion of its borrowings from longer-tenor loans (1-3 years) while 13% of the total borrowings are from short-term sources including commercial paper, cash credit and working capital demand loans. This results in a positive ALM mismatch across all buckets, which limits structural liquidity risks.

## Rating sensitivities

### For the Provisional [ICRA]A(CE) (Negative) rating

The rating assigned to the Rs. 25-crore term loan programme would remain sensitive to any movement in the ratings or outlook of Arohan or NACL.

### For the [ICRA]A- (Negative) rating

**Positive factors** – ICRA could revise the outlook if the company demonstrates an improvement in its asset quality and profitability indicators while maintaining a prudent capitalisation profile.

**Negative factors** – Pressure on the rating could arise if the company witnesses further deterioration in the asset quality, which could affect the profitability. The weakening of the capitalisation profile with a managed gearing of more than 6 times or a stretch in the liquidity could also exert pressure on the rating.

## Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">Rating Methodology for Non-banking Finance Companies</a> <a href="#">Rating Methodology for Partially Guaranteed Debt</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	Not Applicable

## About the company

Arohan Financial Services Limited (Arohan) is a Kolkata-headquartered NBFC-MFI. It was incorporated on September 27, 1991. Arohan is engaged in the business of microlending mainly to women borrowers and operates on the joint liability group (JLG) model. It was set up through the acquisition of an existing NBFC, ANG Resources Ltd, with the support of Bellwether Microfinance Fund. The company's name was changed to Arohan Financial Services Limited in March 2008. Arohan became a part of the Aavishkar Group in September 2012. As on June 30, 2022, it was catering to 19.7 lakh borrowers through a network of 746 branches spread across 228 districts and 14 states while managing a portfolio of Rs. 4,474 crore.

## Key financial indicators (audited)

Arohan Financial Services Limited	FY2021	FY2022	Q1 FY2023
As per	Ind-AS	Ind-AS	Ind-AS
Total income	1,014	920	247
Profit after tax	(160)	61	23
Net worth	959	1,023	1,047
Gross loan portfolio	4,648	4,122	4,474
Total managed assets (grossed up for provisions)	6,247	5,697	5,759
Return on average managed assets	(2.6%)	1.0%	1.6%
Return on average net worth	(16.7%)	6.2%	9.0%
Managed gearing (times)	4.7	4.1	4.0
Gross stage 3 assets	11.2%	4.5%	3.6%
Net stage 3 assets	4.0%	1.4%	0.9%
Solvency (Net stage 3 assets /Net worth)	17.7%	5.4%	3.8%
CRAR	24.3%	34.6%	28.3%

Managed gearing = (On-book borrowings + securitised/assigned loan assets)/(Net worth)

Source: Company, ICRA Research; All ratios as per ICRA's calculations

Amount in Rs. crore

## Northern Arc Capital Limited (NACL; support provider)

Northern Arc Capital is a systemically important NBFC. It acts as a platform in the financial services sector with the objective of catering to the diverse credit requirements of under-served households and businesses by providing access to debt finance. This is done either through direct lending and investments or by providing syndication and structuring services. The company commenced its business by targeting MFIs and has diversified into other sectors including MSME finance, vehicle finance (includes commercial vehicle and two-wheeler finance), consumer finance, affordable housing finance and agricultural supply chain finance. Further, over the years, NACL has steadily diversified across products, geographies, and borrower segments. Nimbus, NACL's proprietary technology system, forms the backbone of its growth as a platform and enables the scaling up of business operations with execution and functional efficiencies and data analytics.

As of March 2022, IIFL Special Opportunities Fund was the largest shareholder with a stake of 25.7% on a diluted basis. Other large shareholders included Leapfrog Financial Inclusion India II Limited (22.8%), Affirma Capital (17.9%), Eight Roads Investments (Mauritius) (II) Limited (10.3%), Dvara Trust (9.8%), Accion Africa Asia Investment Company (5.9%) and SMBC (5.3%).



Status of non-cooperation with previous CRA: Not applicable

Any other information: None

### Rating history for past three years

Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding as of Jul 31, 2022 (Rs. crore)*	Current Rating (FY2023)					Chronology of Rating History for the Past 3 Years		
				Date & Rating in FY2023					Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020
				Sep 21, 2022	Jul 14, 2022	Jul 01, 2022	Jun 21, 2022	Apr 06, 2022	Mar 25, 2022 Oct 05, 2021 Jul 20, 2021	Oct 05, 2020 Aug 05, 2020 Jul 28, 2020	-
1 Long-term Bank Facilities – Fund Based	Long Term	2,273.31	2,152.98	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Stable)	-
2 NCDs	Long Term	90.00	73.40	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Stable)	-
3 NCDs	Long Term	316.70	300.00	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	-	-	-	-
4 NCDs	Long Term	200.00	200.00	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Negative)	-	-	-
5 Long-term Bank Facilities – Fund-based Term Loan	Long Term	25.00	21.17	[ICRA]A (CE) (Negative)	[ICRA]A (CE) (Negative)	[ICRA]A (CE) (Negative)	Provisional [ICRA]A (CE) (Negative)	Provisional [ICRA]A (CE) (Negative)	-	-	-
6 Subordinated Debt	Long Term	100.00	100.00	[ICRA]A-(Negative)	-	-	-	-	-	-	-

\*Source: Company

### Complexity level of the rated instruments

Instrument	Complexity Indicator
Subordinated debt	Simple
NCD	Simple
Long-term bank facilities – Fund based	Simple
Long-term bank facilities – Fund-based term loan	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](http://www.icra.in)

## Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE808K07162	NCD	Jul-29-2020	11.00%	Jul-29-2023	25	[ICRA]A- (Negative)
INE808K07246	NCD	Dec-14-2020	11.40%	Jun-14-2024	65	[ICRA]A- (Negative)
INE808K08079	NCD	Mar-31-2022	13.65%	Jun-30-2027	200	[ICRA]A- (Negative)
INE808K07261	NCD	Jun-26-2022	11.86%	Jun-29-2027	115	[ICRA]A- (Negative)
INE808K07139	NCD	Jun-19-2020	11.00%	Jun-16-2023	25	[ICRA]A- (Negative)
INE808K08061	NCD	Oct-25-2019	12.85%	Oct-25-2026	25	[ICRA]A- (Negative)
INE808K08046	NCD	Mar-29-2018	13.25%	Apr-28-2025	65	[ICRA]A- (Negative)
INE808K08053	NCD	Aug-14-2018	13.25%	Sep-30-2025	35	[ICRA]A- (Negative)
INE808K08012	NCD	Sep-20-2016	14.25%	Sep-20-2022	10	[ICRA]A- (Negative)
INE808K07147	NCD	Jul-10-2020	11.50%	Jul-10-2023	25	[ICRA]A- (Negative)
NA	NCD – Yet to be issued	NA	NA	NA	17	[ICRA]A- (Negative)
NA	Long-term bank facilities – Fund based	Aug-03-2017 to Jul-15-2022	NA	Aug-29-2022 to Mar-31-2026	2,273.31	[ICRA]A- (Negative)
NA	Subordinated debt	Sep-22-2016	11.75%	Oct-14-2023	25	[ICRA]A- (Negative)
NA	Subordinated debt	Mar-07-2018	13.50%	Apr-01-2025	50	[ICRA]A- (Negative)
NA	Subordinated debt	Mar-30-2021	14.25%	Jun-04-2027	25	[ICRA]A- (Negative)
NA	Long-term bank facilities – Fund-based term loan	Mar-31-22	NA	Mar-31-24	25	[ICRA]A(CE)(Negative)

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

**Annexure II: List of entities considered for consolidated analysis – Not applicable**



## ANALYST CONTACTS

**Karthik Srinivasan**

+91 22 6114 3444

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

**Sachin Sachdeva**

+91 124 4545 307

[sachin.sachdeva@icraindia.com](mailto:sachin.sachdeva@icraindia.com)

**Prateek Mittal**

+91 33 7150 1132

[prateek.mittal@icraindia.com](mailto:prateek.mittal@icraindia.com)

**Jatin Arora**

+91 124 4545 846

[jatin.arora@icraindia.com](mailto:jatin.arora@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)

## About ICRA Limited:

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For more information, visit [www.icra.in](http://www.icra.in)

## ICRA Limited



### Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001  
Tel: +91 11 23357940-45



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