

September 27, 2022<sup>(Revised)</sup>

## Tata Capital Financial Services Limited: Rating reaffirmed; rated amount enhanced for bank facilities; ratings withdrawn for CP (IPO financing)

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term/Short term – Fund-based/Non-fund based bank facilities	30,000.00	40,000.00	[ICRA]AAA (Stable)/[ICRA]A1+; assigned/reaffirmed
Commercial paper programme (IPO financing)^	8,000.00	0.00	[ICRA]A1+; withdrawn
NCD programme	20,305.25	20,305.25	[ICRA]AAA (Stable); outstanding
Subordinated debt programme	2,000.00	2,000.00	[ICRA]AAA (Stable); outstanding
Retail bonds programme (incl. NCDs and subordinated debt)	5,000.00	5,000.00	[ICRA]AAA (Stable); outstanding
Perpetual debt programme	1,586.55	1,586.55	[ICRA]AA+ (Stable); outstanding
Commercial paper	15,000.00	15,000.00	[ICRA]A1+; outstanding
<b>Total</b>	<b>81,891.80</b>	<b>83,891.80</b>	

\*Instrument details are provided in Annexure I

^ The withdrawal is at the request of the company, Nil amount outstanding as on date

### Rationale

Tata Capital Limited (TCL; rated [ICRA]A1+) is a holding company with a diversified presence in the lending business through its three key subsidiaries, i.e. Tata Capital Financial Services Limited (TCFSL), Tata Capital Housing Finance Limited (TCHFL) and Tata Cleantech Capital Limited (TCCL). TCL's subsidiaries primarily operate in consumer loans, housing finance, vehicle finance, commercial finance, infrastructure finance and other financial services businesses. While arriving at the ratings for TCFSL, ICRA has considered the consolidated business and financial risk profiles of TCL and its key subsidiaries – TCFSL, TCHFL and TCCL (collectively referred to as the Tata Capital Group) – as these entities have significant operational and management linkages and operate under the common Tata Capital brand.

The ratings for the Tata Capital Group derive significant strength from its parentage, Tata Sons Limited (TSL; rated [ICRA]AAA (Stable)/[ICRA]A1+), which owned 94.55% of TCL's equity shares<sup>1</sup> as on March 31, 2022, and the strategic importance of the financial services business (housed under TCL and its subsidiaries) to the Tata Group. TCHFL, in turn, is a 100% subsidiary of TCL. The ratings are also supported by TSL's stated intent of keeping the Tata Capital Group adequately capitalised on a consolidated basis and to continue maintaining significant ownership and management control in the company. The ratings also factor in the Group's diverse product mix, the higher share of the retail loan book (~52% of aggregate portfolio as on March 31, 2022), the strong liquidity position with adequate cash and liquid investments and unutilised bank lines across subsidiaries, the diversified funding profile and the financial flexibility arising from being a part of the Tata Group.

ICRA also favourably notes the comfortable asset quality indicators (consolidated gross stage 3 (GS3) of 1.9% as on March 31, 2022) and the healthy provision cover (71% as on March 31, 2022). ICRA has also taken note of the improvement in the Group's return indicators with a consolidated return on equity (RoE) of 15.2% for FY2022 (12.4% for FY2021), though the sustainability of the same is yet to be established. The ratings also factor in the relatively moderate, albeit improving, consolidated gearing level (6.7 times as on March 31, 2022), aided by the capital support from TSL. ICRA believes that a prudent capitalisation level is one of the key mitigants against delinquencies and the other credit risks associated with the lending business and expects

<sup>1</sup> Balance held by Tata Investment Corporation Limited, TCL Employee Welfare Trust and others

that support from TSL would be forthcoming, if required. Overall, the Group's ability to manage recoveries or mitigate losses through the enforcement of security, while arresting fresh slippages and thus keeping a check on the credit costs, will have a bearing on its overall earnings profile.

The one notch lower rating assigned to the company's perpetual debt programme compared to the [ICRA]AAA rating for the other long-term debt programmes reflects the specific features of these instruments wherein the debt servicing is additionally linked to meeting the regulatory norms on capitalisation and reported profitability. The domestic regulatory norms for hybrid debt capital instruments include regulatory approvals from the Reserve Bank of India (RBI) for debt servicing (including principal repayments) if the company reports a loss and is not liable to service the debt if it breaches the minimum regulatory capitalisation norms.

## Key rating drivers and their description

### Credit strengths

**Strong parentage and strategic importance to the Group** – TCL is a majority-owned subsidiary of TSL (TSL held 94.55% equity shares of TCL as on March 31, 2022). It enjoys strong financial and operational support from TSL, which, in the past, has included access to capital, management and systems, and supervision by a strong board. TCL also enjoys strong commitment from TSL as it (through its subsidiaries) is the primary financial services lending arm for the Tata Group. Given the importance of the financial services business to the Tata Group and TSL's stated intent to keep TCL adequately capitalised on a consolidated basis, ICRA expects TSL to continue providing financial support to help TCL maintain a comfortable capitalisation and liquidity profile.

ICRA expects TSL to continue maintaining significant ownership and management control in TCL. The demonstrated support to the Tata Capital Group from TSL is also highlighted by the Rs. 2,500-crore capital infusion in FY2019 and a further Rs. 1,000 crore in Q3 FY2020. A significant dilution in TSL's stake in TCL or in the likelihood of support from TSL or a change in TSL's credit profile could warrant a rating review for TCL.

**Diverse product mix; higher share of retail portfolio** – The total lending book (on a combined basis for TCFSL+TCHFL+TCCL) increased to Rs. 92,899 crore as on March 31, 2022 from Rs. 75,806 crore as on March 31, 2021. This was supported by the growth in the wholesale (46% YoY growth) as well as retail (18% YoY growth) segments with retail loans comprising ~52% of the aggregate portfolio as on March 31, 2022. The loan book is fairly diversified across various products in wholesale and retail lending. The wholesale loan book comprises corporate loans and credit substitutes and builder loans (26% of the total combined loan book as on March 31, 2022), channel financing/bill discounting (12%), infrastructure and project loans (9%) and loan against shares (1%). ICRA also notes the relatively lower credit concentration of large exposures within the wholesale book compared to peers. The retail loan book comprises home loans (17% of the total combined loan book as on March 31, 2022), home equity/loan against property (LAP; 15%), personal loans (10%), construction equipment financing (5%), auto financing (5%) and others (0.3%). The loan book is expected to remain well diversified across products and borrower/Group-level exposures.

TCFSL's loan portfolio stood at Rs. 55,323 crore as on March 31, 2022 compared to Rs. 44,084 crore as on March 31, 2021. As on March 31, 2022, ~56% of the loan book comprised wholesale loans, primarily consisting of working capital loans to corporates (34%) and bill discounting and channel financing (19%). The retail portfolio accounted for the balance, comprising LAP (11%), personal/business loan (17%), construction equipment (8%), and financing for automobiles (8%).

**Diverse borrowing profile and good financial flexibility** – The Tata Capital Group enjoys good financial flexibility, being a part of the Tata Group, with access to funds at competitive rates of interest from various sources. TCL's consolidated funding profile is fairly diversified with a mix of non-convertible debentures (NCDs), bank borrowings, and commercial paper. As on March 31, 2022, the overall capital market borrowings stood at ~53% of the total aggregate borrowings with bank loans, intercorporate

deposits (ICDs) and preference shares accounting for the balance. The proportion of commercial paper in the aggregate funding mix remained moderate at ~8% as on March 31, 2022 (5% as on March 31, 2021). ICRA takes comfort from the Group's cash flow from its short-term assets, which augurs well for its liquidity profile, and its policy of maintaining adequate unutilised bank facilities as liquidity backup.

TCFSL enjoys good financial flexibility, being a part of the Tata Group, with access to funds at competitive rates of interest. Its funding profile is fairly diversified with a mix of NCDs, bank borrowings, and commercial paper. As on March 31, 2022, the overall market borrowings stood at ~56% of the total borrowings. The proportion of commercial paper in the overall funding mix remained low at ~9% as on March 31, 2022 (~8% as on March 31, 2021). ICRA takes comfort from the company's cash flow from its short-term assets and its policy of maintaining adequate unutilised bank facilities as liquidity backup.

**Comfortable asset quality and healthy provision cover** – With the pickup in collections post Q1 FY2022, the asset quality improved on an aggregate basis in FY2022 with the GS3 and the net stage 3 (NS3) improving to 1.9% and 0.6%, respectively, as on March 31, 2022 from 2.5% and 0.9%, respectively, as on March 31, 2021. Further, the provision cover remained comfortable at 71% as on March 31, 2022 (~65% as on March 31, 2021). As on March 31, 2022, 3.4% of the aggregate assets under management (AUM) was restructured under various schemes of the RBI and the performance of this book would be a key monitorable going forward. ICRA expects the overall asset quality to remain comfortable and expects the company to maintain a healthy provision cover to protect the balance sheet against asset quality risks though some uptick is expected, subject to the performance of the restructured book and the TCL Group's ability to control slippages. Nonetheless, the credit costs are likely to remain under control given the additional provisions carried by the company. Overall, the Group's ability to arrest fresh slippages while maintaining the business volumes would have a bearing on its overall financial profile and would be a key monitorable.

TCFSL's asset quality improved in FY2022 and it reported GS3 of 2.2% as on March 31, 2022 (3.0% as on March 31, 2021) owing to limited slippages. Further, a healthy provision cover of 79% as on March 31, 2022 (~71% as on March 31, 2021) led to low NS3 of 0.5% as on March 31, 2022 (0.9% as on March 31, 2021) and comfortable solvency of 3.4% as on March 31, 2022 (5.8% as on March 31, 2021).

## Credit challenges

**Moderate consolidated gearing; stated intent of TSL to keep TCL Group adequately capitalised provides comfort** – The strong loan book growth in FY2022, supported by good internal accruals, resulted in a marginal increase in the gearing to 6.7 times as on March 31, 2022 from 6.4 times on March 31, 2021. Nonetheless, the gearing remains relatively moderate and the Group may need external capital to maintain prudent capitalisation levels if the portfolio growth in FY2023 continues to exceed the internal capital generation, which is improving but remains moderate. ICRA expects capital support from the parent to be forthcoming, as and when required, given TSL's stated intent to provide regular capital support to TCL to enable it to maintain an adequate capitalisation profile.

TCFSL's capitalisation has been supported by regular capital infusions from TCL (latest infusion of Rs. 300 crore in FY2022). TCFSL's capital adequacy ratio stood at 17.26% (Tier I – 11.87%) as on March 31, 2022 compared to 20.29% (Tier I – 14.69%) as on March 31, 2021. The gearing also remained moderate at 6.3 times on March 31, 2022 (5.7 times on March 31, 2021).

**Moderate earnings profile; albeit improving** – In FY2022, on a consolidated basis, TCL reported a profit after tax (PAT) of Rs. 1,801 crore compared to Rs. 1,245 crore in FY2021. Its net interest margin (NIM) improved to 4.5% in FY2022 from 4.2% in FY2021 on account of the more-than-commensurate decline in the cost of funds compared to the decline in yields. Notwithstanding the increase in operating expenses (2.2% of average total assets (ATA) in FY2022 and 2.1% in FY2021), the Group's reported return on assets (RoA) and return on equity (RoE) improved to 1.9% and 15.2%, respectively, in FY2022 from 1.5% and 12.4%, respectively, in FY2021. This was driven by the stable non-interest income (0.8% of ATA in FY2022 and FY2021) and the decline in credit costs (1.2% of ATA in FY2022 from 1.7% in FY2021). Going forward, the Group's ability to control fresh

slippages and recover from existing delinquent accounts, and thus keep a check on the credit costs, will be important to improve the earnings profile from the current level.

In line with the consolidated performance, TCFSL's NIM improved to 5.9% in FY2022 from 5.8% in FY2021 due to the more-than-commensurate decline in the cost of funds compared to the decline in yields. Further, the decline in the credit costs (1.7% of ATA in FY2022 from 2.2% in FY2021) and the stable non-interest income (0.6% of ATA in FY2022) and operating expenses (2.8% of ATA in FY2022) led to an improvement in the reported RoA and RoE to 1.5% and 11.3%, respectively, in FY2022 from 1.4% and 10.5%, respectively, in FY2021.

## Liquidity position: Strong

The Group's liquidity profile is strong at the consolidated level. As on March 31, 2022, the total combined (TCFSL+TCHFL+TCCL) debt repayments<sup>2</sup> stood at Rs. 11,286 crore till September 30, 2022, of which the working capital demand loan (WCDL) is expected to roll over. As on March 31, 2022, combined cash and liquid investments stood at Rs. 4,378 crore. Additionally, the total sanctioned unused bank lines maintained across subsidiaries, aggregating Rs. 10,543 crore as on March 31, 2022, provide comfort regarding the Group's consolidated liquidity profile. The Group also enjoys strong financial flexibility for mobilising long-term funding on the back of its established track record and strong parentage.

## Rating sensitivities

**Positive factors** – Not applicable

**Negative factors** – Pressure on the ratings could emerge because of a deterioration in TCL's consolidated capitalisation profile on a sustained basis and/or weakening of the asset quality leading to a deterioration in the solvency (NS3/Net worth >20%) on a sustained basis. A significant change in the likelihood of support from the parent or a deterioration in the parent's credit profile could warrant a rating revision.

## Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">ICRA's Credit Rating Methodology for Non-banking Finance Companies</a> <a href="#">Rating Approach - Implicit Support from Parent or Group</a> <a href="#">Policy on withdrawal of Credit Ratings</a> <a href="#">Rating Approach - Consolidation</a>
Parent/Group Support	Ultimate parent/investor: Tata Sons Limited TCL is a majority-owned subsidiary of TSL, which held 94.55% of TCL's equity shares as on March 31, 2022. TCFSL, in turn, is a 100% subsidiary of TCL. TCL enjoys strong financial and operational support from TSL, which, in the past, has included access to capital, management and systems, and supervision by a strong board. TCL also enjoys strong commitment from TSL as TCL (through its subsidiaries) is the primary financial services lending arm for the Tata Group.
Consolidation/Standalone	While arriving at the ratings for TCFSL, ICRA has considered the consolidated performance of TCL and its subsidiaries carrying on business as finance companies, given the strong operational and financial synergies between the companies. Details are mentioned in Annexure II.

## About the company

Tata Capital Financial Services Limited (TCFSL) was incorporated in November 2010 and is a wholly-owned subsidiary of Tata Capital Limited (TCL). TCFSL is registered as a non-deposit accepting non-banking financial company (NBFC) with the RBI. In

<sup>2</sup> Including interest; excluding ICDs to group subsidiaries

FY2012, TCFSL took over TCL's lending operations, which then included the financing of non-Tata vehicles and construction equipment, working capital finance for corporates and small and medium-sized enterprises (SMEs) and unsecured retail finance.

In FY2022, the company reported a net profit of Rs. 817 crore on a total income of Rs. 6,287 crore against a net profit of Rs. 678 crore on a total income of Rs. 5,992 crore in FY2021. Further, in Q1 FY2023, TCFSL had reported a net profit of Rs. 332 crore on a total income of Rs. 1,690 crore.

### **Tata Capital Limited**

TCL is a subsidiary of Tata Sons Limited (TSL), which held a 94.55% stake in TCL as on September 30, 2021. The rest is owned by Tata Investment Corporation Limited, TCL Employee Welfare Trust and others.

TCL is registered as a core investment company and is the holding company for various financial services of the Group including TCFSL, TCHFL, and TCCL. TCL also holds strategic and private equity investments in some companies. For FY2022, the company reported a standalone net profit of Rs. 83 crore on a total asset base of Rs. 11,263 crore compared to a net profit of Rs. 47 crore on a total asset base of Rs. 10,514 crore in FY2021.

On a consolidated basis, TCL reported a PAT of Rs. 1,801 crore on a total asset base of Rs. 1,02,386 crore in FY2022 compared to a PAT of Rs. 1,245 crore on a total asset base of Rs. 82,930 crore in FY2021.

### **Tata Sons Limited**

Tata Sons Limited, founded in 1917 by the Tata Group's founder, Shri JN Tata, is the principal holding company for the Tata Group and the owner of the Tata brand and the associated trademark. Charitable trusts own most of TSL's shareholding at 66%. While income from dividends and profit generated on the sale of investments constitute the principal revenue source for the company, it also includes royalty fees earned from Group companies for using the Tata brand. Such fees are, however, largely spent on brand promotion. TCS, one of the largest software companies in India and the highest contributor to TSL in terms of revenues and profits, was spun off into a separate entity in FY2005. Currently, TSL's equity investments are spread across seven major industry segments and include investments in flagship concerns like TCS, Tata Steel Limited, The Tata Power Company Limited, Tata Motors Limited, Tata Chemicals Limited, Titan Company Limited and Tata Consumer Products Limited, among others.

### **Key financial indicators (audited)**

<b>Tata Capital Financial Services Limited (standalone)</b>	<b>FY2020</b>	<b>FY2021</b>	<b>FY2022</b>
<b>Profit after tax</b>	114	678	817
<b>Net worth (adjusted)</b>	6,215	6,735	7,763
<b>Total managed portfolio</b>	43,551	44,084	55,323
<b>Total assets</b>	46,808	47,411	58,807
<b>Return on assets</b>	0.2%	1.4%	1.5%
<b>Return on equity</b>	1.9%	10.5%	11.3%
<b>Gearing (times)</b>	6.3	5.7	6.3
<b>Gross NPA/Stage 3</b>	2.4%	3.0%	2.2%
<b>Net NPA/Stage 3</b>	0.5%	0.9%	0.5%
<b>(Net NPA/stage 3)/Net worth</b>	3.7%	5.8%	3.4%
<b>CAR</b>	18.9%	20.3%	17.3%

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

Amount in Rs. crore

Tata Capital Limited (consolidated)	FY2020	FY2021	FY2022
Net interest income	3,228	3,516	4,202
Non-interest income	823	1,256	1,162
Credit costs	1,412	1,398	1,081
Operating expenses	1,803	1,704	2,042
Profit before tax	668	1,615	2,348
Profit after tax	156	1,245	1,801
Net worth	9,316	10,807	12,836
Total assets	83,309	82,930	1,02,386
Return on assets	0.4%	1.5%	1.9%
Return on equity	3.4%	12.4%	15.2%
Gearing (times)	7.7	6.4	6.7

Source: Company, ICRA Research; All ratios as per ICRA's 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	Current Rating (FY2023)					Chronology of Rating History for the Past 3 Years					
		Type	Amount rated (Rs. crore)	Amount O/s as of Aug-24-22 (Rs. crore)	Date & Rating in FY2023		Date & Rating in FY2022	Date & Rating in FY2021		Date & Rating in FY2020		
					Sep-27-22	Sep-6-22 Aug-08-22 Apr-18-22 Apr-4-22	Jan-20-22 Oct-20-21 Jun-22-21 Apr-1-21	Mar-16-21 Jan-22-21 Oct-8-20	Jun-11-20	Feb-27-20	Jan-31-20 Dec-06-19 Sep-27-19 Jun-27-19	
1	Commercial Paper Programme (IPO financing)	Short Term	8,000.00	0.00	[ICRA] A1+; withdrawn	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	-	-	-	
2	Non-convertible Debentures Programme	Long Term	20,305.25	15,627.00	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
3	Subordinated Debt Programme	Long Term	2,000.00	1,449.50	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA] AAA (Stable)	
4	Retail Bonds Programme	Long Term	5000.00	0.00	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	-	
5	Bank Facilities- – Fund Based/Non-fund Based	Long Term/ Short Term	40,000.00	*29,178.00	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	[ICRA]AAA (Stable)/ [ICRA]A1+	
6	Perpetual Debt Programme	Long Term	1,586.55	1,086.55	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	
7	Commercial Paper Programme	Short Term	15,000	5,325.00	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA] A1+	

Source: Company, ICRA Research; \*Outstanding as on September 13, 2022

## Complexity level of the rated instrument

Instrument	Complexity Indicator
NCD programme	Simple
Retail bonds programme	Simple
Subordinated debt programme	Simple
Long term/Short term – Fund based/Non-fund based bank facilities	Very Simple
Perpetual debt programme	Complex
Commercial paper	Very Simple
CP (IPO financing)	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: [Click Here](#)



**Annexure I: Instrument details as on August 24, 2022**

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE306N07CS1	Non-convertible Debentures	Sep-05-12	9.85%	Sep-05-22	50.00	[ICRA]AAA(Stable)
INE306N07JV0	Non-convertible Debentures	Jan-22-18	8.25%	Jan-20-23	48.00	[ICRA]AAA(Stable)
INE306N07KK1	Non-convertible Debentures	Dec-19-18	9.25%	Dec-19-23	194.00	[ICRA]AAA(Stable)
INE306N07KL9	Non-convertible Debentures	Dec-19-18	9.25%	Dec-19-28	112.00	[ICRA]AAA(Stable)
INE306N07KK1	Non-convertible Debentures	Jan-03-19	9.25%	Dec-19-23	97.50	[ICRA]AAA(Stable)
INE306N07KL9	Non-convertible Debentures	Jan-03-19	9.25%	Dec-19-28	23.00	[ICRA]AAA(Stable)
INE306N07KK1	Non-convertible Debentures	Feb-15-19	9.25%	Dec-19-23	30.00	[ICRA]AAA(Stable)
INE306N07KL9	Non-convertible Debentures	Feb-15-19	9.25%	Dec-19-28	55.00	[ICRA]AAA(Stable)
INE306N07LB8	Non-convertible Debentures	May-27-19	8.82%	May-27-24	218.00	[ICRA]AAA(Stable)
INE306N07LC6	Non-convertible Debentures	Jun-04-19	8.67%	Jan-15-25	30.00	[ICRA]AAA(Stable)
INE306N07LE2	Non-convertible Debentures	Jun-20-19	8.65%	Jun-20-24	88.50	[ICRA]AAA(Stable)
INE306N07LE2	Non-convertible Debentures	Jul-10-19	8.65%	Jun-20-24	100.00	[ICRA]AAA(Stable)
INE306N07LF9	Non-convertible Debentures	Jun-20-19	8.70%	Jun-20-29	273.00	[ICRA]AAA(Stable)
INE306N07LF9	Non-convertible Debentures	Jul-19-19	8.70%	Jun-20-29	100.00	[ICRA]AAA(Stable)
INE306N07LO1	Non-convertible Debentures	Nov-06-19	8.50%	Nov-06-29	100.00	[ICRA]AAA(Stable)
INE306N07JV0	Non-convertible Debentures	Feb-12-20	8.25%	Jan-20-23	125.00	[ICRA]AAA(Stable)
INE306N07LC6	Non-convertible Debentures	Feb-26-20	8.67%	Jan-15-25	35.00	[ICRA]AAA(Stable)
INE306N07LS2	Non-convertible Debentures	Mar-06-20	7.85%	Mar-06-30	1000.00	[ICRA]AAA(Stable)
INE306N07LTO	Non-convertible Debentures	Apr-21-20	7.80%	May-19-23	925.00	[ICRA]AAA(Stable)
INE306N07LU8	Non-convertible Debentures	Apr-29-20	7.50%	Apr-28-23	75.00	[ICRA]AAA(Stable)
INE306N07LV6	Non-convertible Debentures	Apr-29-20	7.65%	Apr-29-25	40.00	[ICRA]AAA(Stable)
INE306N07LX2	Non-convertible Debentures	Jun-17-20	6.85%	Sep-23-22	150.00	[ICRA]AAA(Stable)
INE306N07LZ7	Non-convertible Debentures	Jul-14-20	6.15%	Jul-14-23	50.00	[ICRA]AAA(Stable)
INE306N07LZ7	Non-convertible Debentures	Jul-20-20	6.15%	Jul-14-23	350.00	[ICRA]AAA(Stable)
INE306N07MA8	Non-convertible Debentures	Jul-28-20	5.90% XIRR	Jul-28-23	125.00	[ICRA]AAA(Stable)
INE306N07LX2	Non-convertible Debentures	Aug-27-20	6.85%	Sep-23-22	400.00	[ICRA]AAA(Stable)
INE306N07MC4	Non-convertible Debentures	Dec-01-20	5.00%	Dec-01-22	400.00	[ICRA]AAA(Stable)
INE306N07MD2	Non-convertible Debentures	Dec-31-20	5.25%	Nov-30-23	1000.00	[ICRA]AAA(Stable)
INE306N07ME0	Non-convertible Debentures	Mar-17-21	5.84%	Mar-17-23	300.00	[ICRA]AAA(Stable)
INE306N07MF7	Non-convertible Debentures	Mar-30-21	6.10%	Mar-29-24	425.00	[ICRA]AAA(Stable)
INE306N07MG5	Non-convertible Debentures	Apr-15-21	5.45%	Apr-14-23	360.00	[ICRA]AAA(Stable)
INE306N07MH3	Non-convertible Debentures	May-10-21	3 month T-bill + 185 bps	May-10-24	500.00	[ICRA]AAA(Stable)
INE306N07MI1	Non-convertible Debentures	Jul-15-21	#N/A	Jul-14-23	210.00	[ICRA]AAA(Stable)
INE306N07MI1	Non-convertible Debentures	Aug-02-21	#N/A	Jul-14-23	200.00	[ICRA]AAA(Stable)
INE306N07MJ9	Non-convertible Debentures	Aug-02-21	3-month T-bill + 129 bps	Aug-02-24	200.00	[ICRA]AAA(Stable)
INE306N07MK7	Non-convertible Debentures	Aug-06-21	5.85%	Oct-04-24	700.00	[ICRA]AAA(Stable)
INE306N07ME0	Non-convertible Debentures	Aug-24-21	5.84%	Mar-17-23	300.00	[ICRA]AAA(Stable)
INE306N07MK7	Non-convertible Debentures	Aug-24-21	5.85%	Oct-04-24	400.00	[ICRA]AAA(Stable)
INE306N07ML5	Non-convertible Debentures	Sep-06-21	4.82%	Feb-28-23	700.00	[ICRA]AAA(Stable)
INE306N07MM3	Non-convertible Debentures	Sep-06-21	5.10% XIRR	Dec-29-23	100.00	[ICRA]AAA(Stable)
INE306N07MN1	Non-convertible Debentures	Sep-29-21	7.10%	Sep-29-31	95.00	[ICRA]AAA(Stable)
INE306N07MN1	Non-convertible Debentures	Dec-03-21	7.10%	Sep-29-31	219.00	[ICRA]AAA(Stable)
INE306N07MN1	Non-convertible Debentures	Dec-16-21	7.10%	Sep-29-31	50.00	[ICRA]AAA(Stable)
INE306N07MN1	Non-convertible Debentures	Dec-29-21	7.10%	Sep-29-31	85.00	[ICRA]AAA(Stable)
INE306N07MO9	Non-convertible Debentures	Jan-20-22	7.55%	Jan-20-32	1250.00	[ICRA]AAA(Stable)
INE306N07MP6	Non-convertible Debentures	Apr-29-22	6.31%	Apr-29-24	175.00	[ICRA]AAA(Stable)
INE306N07MQ4	Non-convertible Debentures	Apr-29-22	7.65%	Apr-29-32	181.00	[ICRA]AAA(Stable)
INE306N07MR2	Non-convertible Debentures	May-10-22	6.70%	May-09-25	200.00	[ICRA]AAA(Stable)
INE306N07MS0	Non-convertible Debentures	Jun-01-22	8.00%	Jun-01-32	250.00	[ICRA]AAA(Stable)
INE306N07MT8	Non-convertible Debentures	Jun-01-22	7.30%	May-31-24	425.00	[ICRA]AAA(Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE306N07MU6	Non-convertible Debentures	Jun-30-22	6.85% XIRR	Sep-29-23	81.50	[ICRA]AAA(Stable)
INE306N07MV4	Non-convertible Debentures	Jun-30-22	7.75%	Jul-25-25	250.00	[ICRA]AAA(Stable)
INE306N07MW2	Non-convertible Debentures	Jul-26-22	7.65% XIRR	Sep-10-25	150.00	[ICRA]AAA(Stable)
INE306N07MX0	Non-convertible Debentures	Jul-26-22	7.89%	Jul-26-27	475.00	[ICRA]AAA(Stable)
INE306N07MV4	Non-convertible Debentures	Aug-03-22	7.75%	Jul-25-27	325.00	[ICRA]AAA(Stable)
INE306N07MZ5	Non-convertible Debentures	Aug-12-22	7.95%	Aug-12-32	187.50	[ICRA]AAA(Stable)
INE306N07MY8	Non-convertible Debentures	Aug-23-22	7.21% XIRR	Sep-25-24	164.00	[ICRA]AAA(Stable)
INE306N07MX0	Non-convertible Debentures	Aug-23-22	7.89%	Jul-26-27	250.00	[ICRA]AAA(Stable)
INE306N07MV4	Non-convertible Debentures	Aug-23-22	7.75%	Jul-25-25	225.00	[ICRA]AAA(Stable)
NA^	Non-convertible Debentures	NA	NA	NA	4678.25	[ICRA]AAA(Stable)
NA^	Retail Bonds Programme	NA	NA	NA	5,000.00	[ICRA]AAA(Stable)
INE306N08300	Subordinated Debt Programme	Dec-28-18	9.32%	Dec-28-28	200.00	[ICRA]AAA(Stable)
INE306N08326	Subordinated Debt Programme	Jun-26-19	8.95%	Apr-16-29	100.00	[ICRA]AAA(Stable)
INE306N08326	Subordinated Debt Programme	Jul-29-19	8.95%	Apr-16-29	29.50	[ICRA]AAA(Stable)
INE306N08359	Subordinated Debt Programme	Nov-13-19	8.65%	Nov-13-29	100.00	[ICRA]AAA(Stable)
INE306N08359	Subordinated Debt Programme	Jan-03-20	8.65%	Nov-13-29	70.00	[ICRA]AAA(Stable)
INE306N08383	Subordinated Debt Programme	Sep-17-20	7.60%	Sep-17-30	75.00	[ICRA]AAA(Stable)
INE306N08383	Subordinated Debt Programme	Oct-13-20	7.60%	Sep-17-30	125.00	[ICRA]AAA(Stable)
INE306N08383	Subordinated Debt Programme	Mar-23-21	7.60%	Sep-17-30	100.00	[ICRA]AAA(Stable)
INE306N08433	Subordinated Debt Programme	Jun-28-21	7.30%	Jun-27-31	150.00	[ICRA]AAA(Stable)
INE306N08441	Subordinated Debt Programme	Nov-24-21	7.44%	Nov-24-31	500.00	[ICRA]AAA(Stable)
NA^	Subordinated Debt Programme	NA	NA	NA	550.5	[ICRA]AAA(Stable)
INE306N08011	Perpetual Debt Programme	Mar-27-14	10.95%	Perpetual	93.55	[ICRA]AA+(Stable)
INE306N08060	Perpetual Debt Programme	Jul-16-15	9.99%	Perpetual	100.00	[ICRA]AA+(Stable)
INE306N08110	Perpetual Debt Programme	Jan-06-16	9.86%	Perpetual	50.00	[ICRA]AA+(Stable)
INE306N08128	Perpetual Debt Programme	Feb-02-16	9.86%	Perpetual	50.00	[ICRA]AA+(Stable)
INE306N08136	Perpetual Debt Programme	Feb-09-16	9.86%	Perpetual	100.00	[ICRA]AA+(Stable)
INE306N08144	Perpetual Debt Programme	Mar-23-16	9.80%	Perpetual	100.00	[ICRA]AA+(Stable)
INE306N08185	Perpetual Debt Programme	Jun-30-16	9.80%	Perpetual	50.00	[ICRA]AA+(Stable)
INE306N08219	Perpetual Debt Programme	Jan-13-17	9.00%	Perpetual	10.00	[ICRA]AA+(Stable)
INE306N08227	Perpetual Debt Programme	Mar-08-17	9.05%	Perpetual	40.00	[ICRA]AA+(Stable)
INE306N08235	Perpetual Debt Programme	Jun-21-17	9.05%	Perpetual	50.00	[ICRA]AA+(Stable)
INE306N08250	Perpetual Debt Programme	Jul-14-17	8.77%	Perpetual	50.00	[ICRA]AA+(Stable)
INE306N08268	Perpetual Debt Programme	Sep-11-17	8.61%	Perpetual	93.00	[ICRA]AA+(Stable)
INE306N08276	Perpetual Debt Programme	Mar-26-18	8.90%	Perpetual	125.00	[ICRA]AA+(Stable)
INE306N08391	Perpetual Debt Programme	Sep-30-20	8.10%	Perpetual	100.00	[ICRA]AA+(Stable)
INE306N08409	Perpetual Debt Programme	Oct-19-20	8.10%	Perpetual	75.00	[ICRA]AA+(Stable)
INE306N08466	Perpetual Debt Programme	Feb-28-22	7.89%	Perpetual	100.00	[ICRA]AA+(Stable)
NA^	Perpetual Debt Programme	NA	NA	NA	400	[ICRA]AA+(Stable)
NA^	Commercial Paper Programme (IPO financing)	NA	NA	7 days	8,000	[ICRA]A1+; withdrawn
INE306N14TT9	Commercial Paper Programme	Oct-27-21	NA	Oct-20-22	250	[ICRA]A1+
INE306N14TX1	Commercial Paper Programme	Dec-08-21	NA	Dec-08-22	300	[ICRA]A1+
INE306N14TX1	Commercial Paper Programme	Dec-10-21	NA	Dec-08-22	100	[ICRA]A1+
INE306N14TZ6	Commercial Paper Programme	Dec-23-21	NA	Dec-23-22	400	[ICRA]A1+
INE306N14UB5	Commercial Paper Programme	Jan-05-22	NA	Jan-04-23	300	[ICRA]A1+
INE306N14UE9	Commercial Paper Programme	Feb-14-22	NA	Feb-14-23	150	[ICRA]A1+
INE306N14UG4	Commercial Paper Programme	Feb-18-22	NA	Sep-28-22	500	[ICRA]A1+
INE306N14UI0	Commercial Paper Programme	Mar-25-22	NA	Mar-24-23	250	[ICRA]A1+
INE306N14UH2	Commercial Paper Programme	Mar-25-22	NA	Mar-15-23	200	[ICRA]A1+
INE306N14UG4	Commercial Paper Programme	Mar-30-22	NA	Sep-28-22	400	[ICRA]A1+
INE306N14UM2	Commercial Paper Programme	Jun-24-22	NA	Sep-23-22	50	[ICRA]A1+
INE306N14UK6	Commercial Paper Programme	Jun-27-22	NA	Sep-02-22	200	[ICRA]A1+
INE306N14UL4	Commercial Paper Programme	Jun-27-22	NA	Jun-27-23	25	[ICRA]A1+
INE306N14UN0	Commercial Paper Programme	Jul-11-22	NA	Oct-10-22	250	[ICRA]A1+

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE306N14UO8	Commercial Paper Programme	Jul-15-22	NA	Oct-14-22	200	[ICRA]A1+
INE306N14UP5	Commercial Paper Programme	Jul-20-22	NA	Oct-19-22	200	[ICRA]A1+
INE306N14UH2	Commercial Paper Programme	Jul-22-22	NA	Mar-15-23	300	[ICRA]A1+
INE306N14UQ3	Commercial Paper Programme	Jul-22-22	NA	Jul-21-23	300	[ICRA]A1+
INE306N14UR1	Commercial Paper Programme	Jul-25-22	NA	Sep-27-22	200	[ICRA]A1+
INE306N14US9	Commercial Paper Programme	Aug-04-22	NA	Nov-03-22	350	[ICRA]A1+
INE306N14UT7	Commercial Paper Programme	Aug-05-22	NA	Nov-04-22	400	[ICRA]A1+
NA^	Commercial Paper Programme	NA	NA	NA	9,675	[ICRA]A1+
NA	Term Loans	2020-2022	NA	NA	20,050	[ICRA]AAA(Stable)/ [ICRA]A1+
NA	Working capital facility	2021-2022	NA	NA	9,128	[ICRA]AAA(Stable)/ [ICRA]A1+
NA^	Long Term/Short Term – Fund Based/Non-fund Based Bank Lines	NA	NA	NA	10,822	[ICRA]AAA(Stable)/ [ICRA]A1+

Source: Company; ^Yet to be placed/unutilised

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

## Annexure II: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Tata Capital Limited	Parent	Full consolidation
Tata Capital Financial Services Limited	100%*	Full consolidation
Tata Capital Housing Finance Limited	100%*	Full consolidation
Tata Cleantech Capital Limited	80.50%*	Full consolidation
Tata Securities Limited	100%*	Full consolidation
Tata Capital Growth Fund	73.75%*	Full consolidation
Tata Capital Special Situation Fund	28.20%*	Full consolidation
Tata Capital Innovation Fund	27.69%*	Full consolidation
Tata Capital Growth II General Partners LLP	80%*	Full consolidation
Tata Capital Pte Limited	100%*	Full consolidation

Source: Annual report FY2022; \*By TCL

## Corrigendum

Updated the link for “Rating Approach-Consolidation” in the analytical approach section on page 4.

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