

March 27, 2023^(Revised)

Spandana Sphoorty Financial Limited: Ratings reaffirmed

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term fund based – Term loan	2,105.00	2,105.00	[ICRA]A- (Positive); reaffirmed
	1,395.00	0.00	[ICRA]A- (Positive); reaffirmed and withdrawn
Non-convertible debentures	563.67	563.67	[ICRA]A- (Positive); reaffirmed
	301.99	0.00	[ICRA]A- (Positive); reaffirmed and withdrawn
Market linked debentures	120.00	120.00	PP-MLD [ICRA] A- (Positive); re-affirmed
	100.00	0.00	PP-MLD [ICRA] A- (Positive); re-affirmed and withdrawn
Total	4,585.66	2,788.67	

*Instrument details are provided in Annexure I

Rationale

The revision in the outlook factors in the pickup in business volumes following the resolution of the operational issues faced by Spandana Sphoorty Financial Limited (SSFL). In FY2022, the non-availability of operational data due to the loss of information technology (IT) assets had impacted the collection process, which had affected the company's overall performance as well as growth. However, post the recovery of data and the onboarding of a new management team, SSFL's operations and performance improved. Further, it has a comfortable capitalisation profile, supported by timely capital infusions by existing investors. SSFL reported assets under management (AUM) of Rs. 6,637 crore (standalone; more than 20.9 lakh borrowers; including of book of Rs. 336 crore) as on December 31, 2022, managed via 1,041 branches spread across 18 states in India. The established branch network is expected to support the company's future growth while improving its operational efficiency. SSFL envisages to reach an AUM of Rs. 15,000 crore by FY2025.

The ratings also factor in the improvement in SSFL's asset quality and profitability metrics in Q2 and Q3 FY2023. The company undertook substantial write-offs from the pre-March 2021 stressed book in Q1 FY2023. Post Q1 FY2023, the share of the vintage book (pre-March 2021) has declined gradually due to the rundown and write-offs as well as the pick-up in disbursements. Further, the new book has displayed good collection efficiency, which helped the company improve its reported gross stage 3 (GS3) to 5.3% as on December 31, 2022 (90+ days past due (dpd) for the overall managed portfolio, including direct assignment, was 9.8%) from 14.2% in March 2022.

The ratings, however, factor in SSFL's weak profitability profile (despite improving in recent quarters) as it reported a net loss of Rs. 104 crore in 9M FY2023. The profitability was impacted by higher credit costs (including write-offs) and operating expenses. As the company plans to expand its employee base and branch network over the next few quarters, it would be critical to maintain optimal operating efficiency. Nonetheless, SSFL has increased its yield on disbursements from Q1 FY2023, which is expected to improve its lending spread and hence the net interest margin (NIM), going forward. Further, ICRA expects incremental credit costs to remain low. With the expected improvement in the NIM, the overall profitability is expected to increase. This will remain a key monitorable.

The ratings also consider the risks associated with the marginal borrower profile, unsecured lending, business and political risks along with the high pace of growth. SSFL's ability to manage such risks while expanding to new geographies would be

crucial. Additionally, in line with the industry, the company's ability to onboard borrowers with a good credit history and recruit and retain employees would be a key monitorable.

ICRA has reaffirmed and simultaneously withdrawn its rating of [ICRA]A- (Positive) for the Rs. 1,395.00 crore term loans and Rs. 301.99 crore non-convertible debentures (NCD) programmes. ICRA has reaffirmed and simultaneously withdrawn its rating of PP-MLD[ICRA]A- (Positive) for the Rs. 100.00 crore market linked debentures (MLD) programmes of the company. This is in line with ICRA's policy on the withdrawal of credit ratings.

Key rating drivers and their description

Credit strengths

Business growth revives with operational issues being addressed – SSFL has resolved the operational and other issues which had cropped up following the exit of the erstwhile Managing Director (MD). The company has undertaken sizeable write-offs to clear the portfolio quality issues faced since H2 FY2022. It has strengthened its organisation structure, streamlined its systems and processes, and hired 13 personnel at the top and second-in-line management levels to reduce its exposure to key person risks, going forward. The new management has articulated their growth target of reaching AUM of Rs. 15,000 crore by FY2025. Backed by a planned disbursement of Rs. 8,000 crore in FY2023, SSFL is expected to reach an AUM of about Rs. 9,000 crore by March 2023.

SSFL's portfolio remains fairly diversified with no state accounting for more than 20% of the portfolio. The concentration of the top 3 states in the company's standalone portfolio was 43.3% as on December 31, 2022 (48% as on March 30, 2022, 50% as on March 31, 2021 and 48% as on March 31, 2020). As on December 31, 2022, its largest state, Madhya Pradesh, accounted for 16.9% of the standalone portfolio, followed by Odisha (15.3%), Andhra Pradesh (11.1%) and Karnataka (11.0%). ICRA notes that disbursements in H1 FY2023 were relatively moderate as the company was still in a transition phase and was streamlining its operations. However, the same picked up significantly in Q3 FY2023 with the momentum expected to continue.

Comfortable capitalisation profile – SSFL's capital adequacy ratio remains well above the regulatory requirement of 15% and the leverage has been comfortable, supported by regular equity infusions and good internal capital generation in the past. SSFL's standalone managed gearing stood at 1.9x as on December 31, 2022 (1.4x as on March 31, 2022 and 2.2x as on March 31, 2021). On a consolidated basis as well, the managed gearing was comfortable at 1.8x as of December 2022 vis-à-vis 1.4x as of March 2022 and 2.3x as of March 2021. SSFL's capitalisation profile provides it with a comfortable runway for scaling up its operations over the medium term. Going forward, given the strong growth plans envisaged by the management, the gearing is expected to increase with incremental business being funded through fresh borrowings. ICRA expects SSFL to maintain its standalone managed gearing below 4x over the next two years despite the management's significant growth plans.

Credit challenges

Controlling incremental slippages amid strong growth crucial; legacy stress largely addressed – In Q1 FY2023, the company undertook a substantial write-off of Rs. 702 crore (11.3% of standalone AUM before write-off) of stressed assets, originated pre-March 2021 with limited recovery prospects. Due to significant credit costs, SSFL reported a standalone net loss of Rs. 103.9 crore (consolidated net loss of Rs. 93.2 crore), translating into a return on managed assets (RoMA) of -1.7% and a return on average net worth (RoNW) of -4.7%. Credit and provision costs stood at 6.1% in 9M FY2023 compared to 4.8% in FY2022 and 6.9% in FY2021. As of December 2022, the pre-March 2021 book accounted for 7.7% and the restructured book stood at 2.5% of the AUM. Given the strong growth plans laid down by the management, it is crucial for the company to manage the risk profile of its new disbursements and control incremental slippages from its existing portfolio, which would be crucial for stabilising its asset quality performance in the near term.

Ability to strengthen funding profile critical – ICRA notes that SSFL has increased its dependence on capital market instruments, in the recent past, via the issuance of non-convertible debentures (NCDs) and market linked debentures (MLDs).

Since the disruption in operations due to board-level issues, the share of funding through capital market instruments increased to 39.0% as of December 2022 from 33.8% as of March 2022 and 24.1% as of September 2021 while the share of funding through bank borrowings declined to 41.0% as of December 31, 2022 from 45.7% as of March 2022 and 54.2% as of September 2021. Going forward, it is critical for SSFL to strengthen its funding profile in order to make disbursements as planned and achieve an AUM of Rs. 15,000 crore by FY2025, while maintaining an adequate liquidity profile.

Risks associated with microfinance business – Microfinance is 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 sources of finance in SSFL's 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 SSFL's operations. Additionally, in line with the industry, the company's ability to onboard borrowers with a good credit history and recruit and retain employees would be a key monitorable. Nevertheless, ICRA notes that the revised guidelines for the microfinance industry are expected to provide the players, including SSFL, with better pricing ability in view of the underlying risks.

Environment and Social Risks

Given the service-oriented business of SSFL, its direct exposure to environmental risks as well as those emanating from regulations or policy changes is not material. While lending institutions can be exposed to environmental risks indirectly through their portfolio of assets, SSFL's exposure to environmentally sensitive segments remains moderate. This is on account of borrower profile who get impacted by climate change. Hence, moderate indirect transition risks arise from changes in regulations or policies concerning the underlying assets.

With regards to social risks, data security and customer privacy are among the key sources of vulnerability for lending institutions as any material lapses could be detrimental to their reputation and could invite regulatory censure. In FY2022, SSFL had faced such a lapse, whereby it lost access to its old systems and servers following a dispute with its erstwhile Promoter and IT vendor, resulting in significant operational constraints. However, subsequently, SSFL was able to retrieve the old systems and servers with all the legacy systems intact following the resolution of the dispute. Going forward, it would be critical for the company to establish failsafe policies & processes to mitigate the occurrence of such instances.

Liquidity position: Adequate

The company's unencumbered cash and liquid investment balance stood at Rs. 1,023.2 crore as on December 31, 2022. SSFL's total debt obligation over the next three months (January 2023 - March 2023) is Rs. 879.9 crore. The on-book liquidity is sufficient to cover approximately three months of debt repayment obligations. The monthly average collection over the next few months is expected to be about Rs. 500 crore, providing a positive asset-liability mismatch. In addition to this, the company is expecting fresh sanctions from financial institutions (FIs) and banks, which are in various stages of approval. Overall, SSFL's liquidity profile is adequate considering the expected collections, funding in the pipeline and the on-balance sheet (on-b/s) liquidity maintained by it.

Rating sensitivities

Positive factors – ICRA could upgrade the ratings if there is an improvement in SSFL's asset quality and profitability indicators with a RoMA of more than 2.5% while demonstrating a steady improvement in its scale of operations.

Negative factors – Pressure on the ratings could arise if the company witnesses further deterioration in its asset quality, which could affect its profitability. Weakening of the capitalisation profile with a managed gearing of more than 6x or a stretched liquidity position could also exert pressure on the ratings.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	ICRA's Credit Rating Methodology for Non-banking Finance Companies ICRA's Policy on Withdrawal of Credit Ratings Rating Approach - Consolidation
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings are based on SSFL's consolidated financial statements (Annexure II)

About the company

Spandana Sphoorty Financial Limited (SSFL) was incorporated in 2003 as a non-banking financial company (NBFC) and it took over the microfinance operations of Spandana, a non-governmental organisation started by Ms. Padmaja Reddy in 1998. The company was classified as an NBFC-microfinance institution (NBFC-MFI) in 2015. Following the microfinance crisis in Andhra Pradesh (AP), the company entered into a master restructuring agreement (MRA) as a part of the corporate debt restructuring (CDR) with its lenders in September 2011. It exited the CDR in April 2017 after a fresh equity investment led by Kedaara Capital Investment Managers Limited (Kedaara Capital) and fresh funding from three banks. SSFL completed its initial public offering (IPO) in August 2019. Following Ms. Padmaja Reddy's exit from her executive position in the company in November 2022, a new leadership team has taken over the management of the company.

Key financial indicators (audited)

Spandana Sphoorty Financial Limited (standalone)	FY2020	FY2021	FY2022	9M FY2023*
Total income	1,430.9	1,431.7	1,350.8	863.5
Profit after tax	336.7	129.0	46.6	(103.9)
Net worth	2,608.1	2,715.9	3,031.5	2,894.4
Loan book	5,092.7	7,040.1	5,915.7	6,567.7
Total assets	6,107.0	8,757.8	7,495.6	8,359.8
Total managed assets	8,006.0	9,635.3	7,985.5	8,695.6
Return on assets	5.0%	1.5%	0.5%	-1.7%
Return on net worth	15.0%	4.8%	1.6%	-4.7%
Gross gearing (times)	1.2	1.9	1.2	1.7
Managed gearing (times)	1.9	2.2	1.4	1.9
Gross NPA	17.9	252.4	1,017.0	327.9
Net NPA	3.4	118.0	557.0	147.6
Gross NPA (%)	0.4%	3.26%	17.70%	5.1%#
Net NPA (%)	0.1%	1.52%	9.68%	2.3%
CRAR	47.4%	39.2%	50.7%	39.2%

Source: Company, ICRA Research; * Provisional numbers; # After sale of assets to asset reconstruction company (ARC); All ratios as per ICRA's calculations; Amount in Rs. crore

Spandana Sphoorty Financial Limited (consolidated)	FY2020	FY2021	FY2022	9M FY2023*
Total income	1,469.5	1,502.9	1,479.9	944.0
Profit after tax	351.8	145.5	69.8	(93.2)
Net worth	2,626.0	2,749.1	3,087.6	2,960.8
Loan book	5,177.0	7,374.4	6,210.9	6,945.1

Spandana Sphoorthy Financial Limited (consolidated)	FY2020	FY2021	FY2022	9M FY2023*
Total assets	6,143.3	8,991.1	7,724.3	8,550.3
Total managed assets	8,058.3	9,868.1	8,214.2	8,887.0
Return on assets	5.2%	1.6%	0.8%	-1.5%
Return on net worth	15.6%	5.4%	2.4%	-4.1%
Gross gearing (times)	1.2	2.0	1.2	1.7
Managed gearing (times)	1.9	2.3	1.4	1.8

Source: Company, ICRA Research; * Provisional numbers; 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	Type	Current Rating (FY2023)					Chronology of Rating History for the Past 3 Years						
			Amount Rated (Rs. crore)	Amount O/S (Rs. crore)	Date & Rating in FY2023			Date & Rating in FY2022	Date & Rating in FY2021					Date & Rating in FY2020
					Mar-27-2023	Mar-01-2023	Sep-29-2022		Nov-10-2021	Nov-20-2020	Oct-12-2020	Jul-01-2020	Jun-19-2020	
1.	MLD	LT	120.00	120.00	PP-MLD[ICRA] A-(Positive)	PP-MLD[ICRA] A-(Positive)	PP-MLD[ICRA] A-(Stable)	PP-MLD[ICRA] A-&	PP-MLD[ICRA] A-(Stable)	PP-MLD[ICRA] A-(Stable)				
2.	MLD	LT	100.00	0.00	PP-MLD[ICRA] A-(Positive); Withdrawn	PP-MLD[ICRA] A-(Positive)	PP-MLD[ICRA] A-(Stable)	PP-MLD[ICRA] A-&	PP-MLD[ICRA] A-(Stable)	PP-MLD[ICRA] A-(Stable)				
3.	NCD	LT	563.67	563.67	[ICRA] A-(Positive)	[ICRA] A-(Positive)	[ICRA]A-(Stable)	[ICRA]A- &	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
4.	NCD	LT	301.99	0.00	[ICRA] A-(Positive); Withdrawn	[ICRA] A-(Positive)	[ICRA]A- &	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
5.	Term Loan	LT	2,105.0	2,105.0	[ICRA]A-(Positive)	[ICRA]A-(Positive)	[ICRA]A-(Stable)	[ICRA]A- &	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
6.	Term loan	LT	1,395.0	0.00	[ICRA] A-(Positive); Withdrawn	[ICRA]A-(Positive)	[ICRA]A-(Stable)	[ICRA]A- &	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	

& – Under Watch with Developing Implications; LT – Long term

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term fund based – Term loan	Simple
Non-convertible debentures	Simple
Market linked debentures	Moderately complex

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

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term loan	September 15, 2020	NA	September 16, 2023	5.08	[ICRA]A- (Positive)
NA	Term loan	September 29, 2020	NA	December 1, 2023	30.56	[ICRA]A- (Positive)
NA	Term loan	October 9, 2020	NA	September 8, 2023	48.48	[ICRA]A- (Positive)
NA	Term loan	October 27, 2020	NA	September 8, 2023	24.24	[ICRA]A- (Positive)
NA	Term loan	November 27, 2020	NA	November 27, 2023	8.33	[ICRA]A- (Positive)
NA	Term loan	February 3, 2021	NA	February 1, 2024	14.58	[ICRA]A- (Positive)
NA	Term loan	February 9, 2021	NA	February 9, 2023	4.17	[ICRA]A- (Positive)
NA	Term loan	February 26, 2021	NA	March 1, 2023	1.67	[ICRA]A- (Positive)
NA	Term loan	March 5, 2021	NA	March 4, 2023	5.71	[ICRA]A- (Positive)
NA	Term loan	March 17, 2021	NA	April 5, 2023	0.75	[ICRA]A- (Positive)
NA	Term loan	March 17, 2021	NA	April 5, 2023	0.75	[ICRA]A- (Positive)
NA	Term loan	March 17, 2021	NA	April 5, 2023	0.75	[ICRA]A- (Positive)
NA	Term loan	March 17, 2021	NA	April 5, 2023	0.75	[ICRA]A- (Positive)
NA	Term loan	March 17, 2021	NA	April 5, 2023	0.75	[ICRA]A- (Positive)
NA	Term loan	March 25, 2021	NA	March 25, 2023	4.17	[ICRA]A- (Positive)
NA	Term loan	March 31, 2021	NA	March 31, 2023	13.04	[ICRA]A- (Positive)
NA	Term loan	June 29, 2021	NA	June 23, 2023	1.46	[ICRA]A- (Positive)
NA	Term loan	June 29, 2021	NA	June 23, 2023	1.46	[ICRA]A- (Positive)
NA	Term loan	June 29, 2021	NA	June 23, 2023	1.46	[ICRA]A- (Positive)
NA	Term loan	June 29, 2021	NA	June 23, 2023	1.46	[ICRA]A- (Positive)
NA	Term loan	June 30, 2021	NA	September 30, 2024	27.77	[ICRA]A- (Positive)
NA	Term loan	August 31, 2021	NA	August 31, 2023	8.75	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	August 31, 2023	25.00	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	August 31, 2023	25.00	[ICRA]A- (Positive)
NA	Term loan	September 16, 2021	NA	September 30, 2023	22.86	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	December 1, 2024	95.83	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	September 25, 2023	3.33	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	September 25, 2023	3.33	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	September 25, 2023	3.33	[ICRA]A- (Positive)
NA	Term loan	September 30, 2021	NA	September 25, 2023	3.33	[ICRA]A- (Positive)
NA	Term loan	February 22, 2022	NA	August 22, 2023	5.24	[ICRA]A- (Positive)
NA	Term loan	March 17, 2022	NA	March 16, 2024	89.29	[ICRA]A- (Positive)
NA	Term loan	March 21, 2022	NA	April 30, 2024	56.42	[ICRA]A- (Positive)
NA	Term loan	March 31, 2022	NA	April 5, 2024	32.87	[ICRA]A- (Positive)
NA	Term loan	April 27, 2022	NA	April 30, 2024	8.57	[ICRA]A- (Positive)
NA	Term loan	May 25, 2022	NA	May 25, 2024	2.29	[ICRA]A- (Positive)
NA	Term loan	June 24, 2022	NA	June 24, 2024	70.83	[ICRA]A- (Positive)

NA	Term loan	July 29, 2022	NA	July 29, 2024	18.75	[ICRA]A- (Positive)
NA	Term loan	August 30, 2022	NA	August 30, 2023	37.50	[ICRA]A- (Positive)
NA	Term loan	September 26, 2022	NA	November 25, 2024	64.17	[ICRA]A- (Positive)
NA	Term loan	September 26, 2022	NA	September 25, 2023	114.20	[ICRA]A- (Positive)
NA	Term loan	September 26, 2022	NA	September 26, 2024	44.29	[ICRA]A- (Positive)
NA	Term loan	September 28, 2022	NA	September 28, 2024	44.29	[ICRA]A- (Positive)
NA	Term loan	September 29, 2022	NA	September 28, 2023	76.13	[ICRA]A- (Positive)
NA	Term loan	September 29, 2022	NA	March 15, 2024	19.44	[ICRA]A- (Positive)
NA	Term loan	September 29, 2022	NA	September 29, 2023	37.50	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	September 30, 2024	83.33	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	September 25, 2024	20.83	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	March 25, 2024	4.86	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	March 25, 2024	4.86	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	March 25, 2024	4.86	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	March 25, 2024	4.86	[ICRA]A- (Positive)
NA	Term loan	September 30, 2022	NA	September 29, 2024	20.83	[ICRA]A- (Positive)
NA	Term loan	October 28, 2022	NA	November 3, 2024	45.83	[ICRA]A- (Positive)
NA	Term loan	November 17, 2022	NA	November 16, 2024	20.00	[ICRA]A- (Positive)
NA	Term loan	November 17, 2022	NA	November 16, 2024	20.00	[ICRA]A- (Positive)
NA	Term loan	November 17, 2022	NA	January 17, 2025	30.00	[ICRA]A- (Positive)
NA	Term loan	November 29, 2022	NA	May 24, 2024	6.67	[ICRA]A- (Positive)
NA	Term loan	November 29, 2022	NA	May 24, 2024	6.67	[ICRA]A- (Positive)
NA	Term loan	November 29, 2022	NA	May 24, 2024	6.67	[ICRA]A- (Positive)
NA	Term loan	November 29, 2022	NA	May 24, 2024	6.67	[ICRA]A- (Positive)
NA	Term loan	November 30, 2022	NA	November 30, 2024	25.00	[ICRA]A- (Positive)
NA	Term loan	November 30, 2022	NA	December 5, 2024	36.16	[ICRA]A- (Positive)
NA	Term loan	December 1, 2022	NA	December 3, 2024	47.92	[ICRA]A- (Positive)
NA	Term loan	December 14, 2022	NA	December 14, 2024	52.50	[ICRA]A- (Positive)
NA	Term loan	December 14, 2022	NA	December 14, 2024	17.50	[ICRA]A- (Positive)
NA	Term loan	December 21, 2022	NA	December 21, 2024	8.50	[ICRA]A- (Positive)
NA	Term loan	December 21, 2022	NA	December 21, 2024	8.50	[ICRA]A- (Positive)
NA	Term loan	December 27, 2022	NA	January 27, 2026	12.00	[ICRA]A- (Positive)
NA	Term loan	December 28, 2022	NA	December 28, 2024	95.83	[ICRA]A- (Positive)
NA	Term loan	December 29, 2022	NA	December 28, 2023	100.00	[ICRA]A- (Positive)
NA	Term loan	December 29, 2022	NA	June 28, 2024	50.00	[ICRA]A- (Positive)
NA	Term loan	December 30, 2022	NA	January 30, 2025	25.00	[ICRA]A- (Positive)
NA	Term loan	December 30, 2022	NA	March 30, 2023	70.00	[ICRA]A- (Positive)
NA	Term loan	January 31, 2023	NA	December 30, 2023	42.50	[ICRA]A- (Positive)
NA	Term loan	January 31, 2023	NA	December 30, 2023	42.50	[ICRA]A- (Positive)
NA	Term loan	January 31, 2023	NA	December 30, 2023	52.00	[ICRA]A- (Positive)
Unutilised	Term loan	NA	NA	NA	20.76	[ICRA]A- (Positive)

Unutilised	Term loan	NA	NA	NA	1,395.00	[ICRA]A- (Positive); re-affirmed & withdrawn
INE572J07133	NCD programme	September 18, 2017	11.34%	June 30, 2023	85.00	[ICRA]A- (Positive)
INE572J07224	NCD programme	October 31, 2017	11.34%	June 30, 2023	32.50	[ICRA]A- (Positive)
INE572J07117	NCD programme	June 19, 2020	12.75%	April 21, 2023	66.67	[ICRA]A- (Positive)
INE572J07281	NCD programme	December 24, 2020	11.49%	December 22, 2023	21.50	[ICRA]A- (Positive)
INE572J07315	NCD programme	February 26, 2021	12.50%	February 26, 2024	100.00	[ICRA]A- (Positive)
INE572J07323	NCD programme	March 12, 2021	11.49%	March 12, 2027	35.00	[ICRA]A- (Positive)
INE572J07414	NCD programme	August 1, 2022	12.29%	August 1, 2028	23.00	[ICRA]A- (Positive)
Unutilised	NCD programme	-	-	-	200.00	[ICRA]A- (Positive)
Unutilised	NCD programme	-	-	-	301.99	[ICRA]A- (Positive); re-affirmed & withdrawn
INE572J07257	MLD programme	November 24, 2020	-	November 24, 2023	100.00	PP-MLD[ICRA]A- (Positive)
INE572J07208	MLD programme	October 28, 2020	-	June 27, 2024	20.00	PP-MLD[ICRA]A- (Positive)
Unutilised	MLD programme	-	-	-	100.0	PP-MLD[ICRA]A- (Positive); re-affirmed & withdrawn

Source: Company

[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
Criss Financial Holdings Limited	99.85%	Full Consolidation
Caspian Financial Services Limited	100.00%	Full consolidation

Source: Company

Note: ICRA has taken a consolidated view of the parent (SSFL), its subsidiaries and associates while assigning the ratings

Corrigendum

Document dated March 27, 2023 has been corrected with revision as detailed below:

Section where revision has been made:

Analytical approach: Page 4

Revision made: Rating approach – Consolidation has been updated under “Applicable rating methodologies”

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