

December 14, 2023

SATYA MicroCapital Ltd.: [ICRA]BBB+ (Stable) assigned to Rs. 50-crore NCD programme

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Bank facilities (LT – Fund based)	1,600.00	1,600.00	[ICRA]BBB+ (Stable); outstanding
NCD programme	371.54	371.54	[ICRA]BBB+ (Stable); outstanding
NCD programme	-	50.00	[ICRA]BBB+ (Stable); assigned
Tier II bonds programme	25.00	25.00	[ICRA]BBB+ (Stable); outstanding
Subordinated debt programme	105.00	105.00	[ICRA]BBB+ (Stable); outstanding
Market linked debenture (MLD)	20.00	20.00	PP-MLD [ICRA]BBB+ (Stable); outstanding
Total	2,121.54	2,171.54	

*Instrument details are provided in Annexure-I

Rationale

The ratings continue to factor in the healthy growth in SATYA MicroCapital Ltd.'s (SML) scale of operations, supported by timely capital infusions by the promoters and the existing investors. As expected, the company witnessed a healthy growth in its scale, raised capital at regular intervals to meet its growth plans, and improved its profitability in H1 FY2024 after absorbing sizeable credit costs in FY2023. ICRA notes that SML's managed gearing¹ rose to 6.3 times, as on September 30, 2023, along with an increase in surplus liquidity, which is to be deployed in Q3 FY2024. The company is in the process of raising equity capital to maintain a prudent leverage profile while expanding its scale of operations. This shall remain a monitorable.

The 62% growth in SML's assets under management (AUM) to Rs. 4,684 crore, as on March 31, 2023, was primarily driven by the 56% increase in its borrowers' base. The AUM growth was slower in H1 FY2024, but is expected to pick up in H2 FY2024. The ratings continue to factor in the company's track record and healthy geographical diversification with a presence in 25 states/Union Territories (UTs) as on September 30, 2023. SML also enjoys a diversified funding mix and has relationships with around 70 active lenders. Its funding sources include term loans and pass-through certificates (PTC) from banks, financial institutions (FIs) and non-banking financial companies (NBFCs), debentures, external commercial borrowings (ECBs) and off-book funding [business correspondent (BC) and direct assignment (DA)].

The ratings are, however, constrained by SML's relatively moderate, albeit improving, asset quality indicators. The company's gross non-performing assets (GNPAs) improved in FY2023 and H1 FY2024, though it had outstanding security receipts (SRs) of around Rs. 105 crore as on September 30, 2023, the recovery from which remains a monitorable. Further, SML's profitability remains constrained by the relatively higher level of operating expenses. Nonetheless, ICRA notes that the net interest margin improved in H1 FY2024, supported by the higher yield. Hence, the overall profitability also improved in H1 FY2024. SML's ability to improve its profitability and asset quality metrics further shall remain a monitorable. The ratings also factor in the risks associated with unsecured lending and the political and operational risks associated with microlending, which may lead to volatility in the asset quality indicators.

The Stable outlook on the [ICRA]BBB+ rating reflects ICRA's opinion that SML will maintain a steady credit profile, while expanding its scale of operations, supported by its demonstrated ability to raise debt funds and capital in a timely manner.

¹ Managed gearing = (On-book debt + Off-book portfolio)/Net worth

Key rating drivers and their description

Credit strengths

Improvement in scale, driven by growth in borrower base and geographical expansion – SML's AUM grew by ~62% in FY2023 to Rs. 4,684 crore² as on March 31, 2023 from Rs. 2,884 crore as on March 31, 2022. This was supported by the 56% growth in its borrower base to 13.6 lakh as on March 31, 2023 from 8.7 lakh as on March 31, 2022. Although the AUM growth slowed down in Q1 FY2024, it picked up in Q2 FY2024. SML reported an annualised growth of ~7% in H1 FY2024, with AUM of Rs. 4,836 crore as on September 30, 2023. ICRA expects SML to maintain borrower-driven growth in its AUM in the near-to-medium term, supported by the timely raising of funds (debt and equity).

SML's operations are well diversified with a presence across 312 districts in 25 states/UTs as on September 30, 2023, up from 280 districts (22 states) as on March 31, 2023. ICRA notes the management's plan to continue expanding the company's footprint and enter more districts over the next few years. Uttar Pradesh (UP) accounted for the largest share of the AUM at ~24% as on September 30, 2023, followed by Bihar (19%), Karnataka (7%), Punjab (7%) and Rajasthan (5%) with the 20 other states/UTs accounting for the balance.

Demonstrated ability to raise capital in a timely manner – SML reported a net worth of ~Rs. 914 crore as on September 30, 2023 compared to ~Rs. 837 crore as on March 31, 2023 (~Rs. 552 crore as on March 31, 2022). This was supported by a capital infusion of ~Rs. 230 crore from Mr. Vivek Tiwari, other promoters and Gojo & Co., Inc (Gojo) in the form of compulsorily convertible preference shares (CCPS) and equity capital in FY2023 and internal capital accretion in H1 FY2024. ICRA notes that SML's managed gearing reached 6.3 times as on September 30, 2023, though it is expected to decline as the management intends to raise further primary capital in the near term to support the growth plans while maintaining adequate capitalisation and gearing. A substantial delay in the capital-raising plan, with the managed gearing remaining high, could have an adverse impact on the company's credit profile. SML's capital adequacy ratio (CAR) stood at 23.3% as on September 30, 2023 compared to 19.2% as on March 31, 2023. ICRA expects that SML will continue to require further capital infusions to support its growth plans over the next two to three years, in order to maintain its managed gearing at around 5-6 times.

Well-diversified funding profile – SML's funding mix is diversified with the company having relationships with various lenders, including banks {public sector/private/small finance banks (SFBs)}. Funding from banks (including foreign banks and SFBs) in the form of term loans and subordinated debt accounted for ~37% of the borrowing mix as on September 30, 2023, while loans from NBFCs/FIs accounted for ~15%, NCDs (including market linked debentures, subordinated debt and Tier II bonds) for ~20%, securitisation (PTCs from banks) for ~1%, ECB for ~8% and off-book (which includes DA mainly from banks and BCs) for ~18%.

Credit challenges

Operating expenses remain elevated – SML reported a net profit of Rs. 53 crore in FY2023, translating into a return on average managed assets (RoMA) of 1.2% and a return on average net worth (RoNW) of 7.6% vis-à-vis Rs. 32.5 crore, 1.2% and 6.8%, respectively, in FY2022. SML's operating expenses with respect to the average managed assets were relatively high at 6.4% in FY2023, as it continues to expand its scale and reach. Incrementally, in H1 FY2024, SML reported a net profit of Rs. 75.6 crore (as per limited review financials), translating into a RoMA of 2.4% and a RoNW of 17.3%. The improvement in its profitability is on account of an increase in yield and gross interest spread. However, its operating expense to AMA ratio remains elevated at 6.4%. Nonetheless, the same is expected to rationalise gradually with the growing scale. ICRA expects the company to keep its credit cost under control and witness gradual improvement in operating efficiency, which shall further improve its profitability.

Moderate, albeit improving, asset quality indicators – ICRA takes note of SML's reducing monitorable book (GNPAs, standard restructured book and SRs), which stood at 4.2% as on September 30, 2023 (4.5% in March 2023) compared to 7.4% as on

² AUM value under IGAAP

March 31, 2022. Its solvency has also improved. SML’s net stress (Net NPAs + Net SRs + Net standard restructured book) stood at ~12% of the net worth as on March 31, 2023 compared to ~28% as on March 31, 2022. Its ability to improve and maintain its asset quality further shall remain a key monitorable. Additional slippages or significantly lower-than-expected recoveries from the current GNPA/SRs could adversely impact the company’s credit profile.

Political, communal, and other risks, given the unsecured lending and 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. However, SML’s geographically diversified portfolio mitigates these risks to some extent, as these issues are largely region-specific so far. The microfinance industry is prone to socio-political, climatic and operational risks, which could negatively impact its operations. SML’s ability to onboard borrowers with a good credit history, recruit and retain employees as well as maintain the geographical diversity of its operations would be a key rating sensitivity.

Liquidity position: Adequate

As on September 30, 2023, SML had an unencumbered cash and liquid balance of around Rs. 1,141 crore along with unavailed sanctions of Rs. 114 crore to meet its debt obligations of ~Rs. 2,017 crore over the next 12 months along with collections due of ~Rs. 2,249 crore over the same time frame. The company’s ability to maintain its refinancing ability shall remain key for its growth and liquidity profile.

Rating sensitivities

Positive factors – ICRA could upgrade SML’s ratings if it is able to improve its profitability (RoMA > 2.5%) while maintaining adequate asset quality on a sustainable basis.

Negative factors – Pressure on SML’s ratings could arise if its managed gearing remains high at more than 6.0 times on a sustained basis. Pressure could also be seen in case of a steady weakening of its liquidity profile or a significant deterioration in the asset quality, impacting its profitability.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Rating Methodology for Non-banking Finance Companies
Parent/Group support	Not applicable
Consolidation/Standalone	Standalone

About the company

SATYA MicroCapital Ltd. is a Delhi-based NBFC-microfinance institution (NBFC-MFI), which was incorporated in 1995. SML started its microfinance operations in FY2017 by adopting the joint liability group (JLG) model with fortnightly and monthly collection cycles. The company primarily offers JLG loans with ticket sizes in the median range of Rs. 25,000-75,000, and individual microloans with ticket sizes in the range of Rs. 45,000-80,000 at interest rates of 24-26%, along with a processing fee of 0.50-0.75% for JLG loans and 3% for individual loans. SML primarily focuses on lending to women (husbands/sons above 18 years of age, act as nominees) with an aim to initiate a new business or enhance the existing business. Generally, the average tenure of loans under JLG is slightly over two years. As on March 31, 2023, the operations were spread in 280 districts across 22 states/UTs.

The company reported a profit after tax (PAT) of Rs. 76 crore (provisional) in H1 FY2024 against Rs. 53 crore in FY2023. Its assets under management (AUM) stood at Rs. 4,836 crore as on September 30, 2023, registering an annualised growth of ~7% in H1 FY2024.

Key financial indicators (audited)

SATYA MicroCapital Ltd.	FY2021	FY2022	FY2023	H1 FY2024*
Account as per	IndAS	IndAS	IndAS	IndAS
Net interest income	116.7	162.2	279.9	237.3
Profit after tax	10.2	32.5	53.0	75.6
Net worth	404.4	552.3	837.3	913.9
Gross AUM (IGAAP valuation)	1,476	2,884	4,684	4,836
Total managed assets (including provision)	1,863	3,478	5,708	6,902
Return on average managed assets	0.7%	1.2%	1.2%	2.4%
Return on average net worth [^]	3.5%	6.8%	7.6%	17.3%
On-book gearing	2.8x	4.1x	4.4x	5.1x
Managed gearing	3.4x	5.1x	5.6x	6.3x
Gross NPA	1.5%	3.3%	1.3%	1.6%
Net NPA	0.6%	2.5%	0.5%	1.0%
Solvency (Net stage 3/Net worth)	2.0%	10.6%	3.8%	4.1%
CRAR	34.6%	23.0%	19.2%	23.3%

Source: Company, ICRA Research; * As per limited review financials; All ratios as per ICRA's calculations; Amount in Rs. crore

Status of non-cooperation with previous CRA: Not applicable

Any other information:

SML faces prepayment risk, given the possibility of debt acceleration upon the breach of covenants, including financial, operating and rating-linked covenants. Upon failure to meet the covenants, if the company is unable to get waivers from the lenders/investors or the lenders/investors do not provide it with adequate time to arrange for alternative funding to pay off the accelerated loans, the ratings would face pressure.

Rating history for past three years

Instrument	Type	Amount rated (Rs. crore)	Amount outstanding as on Sep 30, 2023 (Rs. crore)	Current rating (FY2024)									Chronology of rating history for the past 3 years												
				Date & rating in FY2024			Date & rating in FY2023			Date & rating in FY2022						Date & rating in FY2021									
				Dec-14-2023	Nov-9-2023	May-25-2023	Feb-3-2023	Nov-2-2022	Jul-14-2022	May-17-2022	Apr-19-2022	Mar-28-2022	Mar-24-2022	Mar-7-2022	Jan-25-2022	Dec-09-2021	Nov-22-2021	Oct-20-2021	Jun-18-2021	Jun-11-2021	Apr-22-2021	Mar-23-2021	Dec-21-2020	Jul-21-2020	May-11-2020
1	NCD programme	Long term	40	40	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB (Positive)	[ICRA]BBB (Positive)	[ICRA]BBB (Positive)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	
2	CP programme	Short term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	[ICRA]A3+; withdrawn	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+; assigned (enhancement in amount)	[ICRA]A3	[ICRA]A3	[ICRA]A3
3	NCD programme	Long term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	[ICRA]BBB- (Stable); withdrawn	[ICRA]BBB- (Stable)	[ICRA]BBB- (Stable)	[ICRA]BBB- (Stable)
4	Term loan	Long term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	Provisional [ICRA]BBB+ (CE)(Stable); assigned	
5	NCD programme	Long term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	[ICRA]BBB (Stable); withdrawn	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)				
6	NCD programme	Long term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	[ICRA]BBB (Stable); withdrawn	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)				
7	Bank facilities term loan	Long term	-	-	-	-	-	-	-	-	-	-	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	
8	Bank facilities CC	Long term	-	-	-	-	-	-	-	-	-	-	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	
9	Bank facilities others	Long term	1,600	1,548.30	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB (Positive)	[ICRA]BBB (Positive)	[ICRA]BBB (Positive)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	
10	Market linked debenture	Long term	-	-	-	-	-	-	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	PP-MLD [ICRA]BBB	

Instrument	Type	Amount rated (Rs. crore)	Amount outstanding as on Sep 30, 2023 (Rs. crore)	Current rating (FY2024)			Chronology of rating history for the past 3 years																		
				Date & rating in FY2024			Date & rating in FY2023					Date & rating in FY2022									Date & rating in FY2021				
				Dec-14-2023	Nov-9-2023	May-25-2023	Feb-3-2023	Nov-2-2022	Jul-14-2022	May-17-2022	Apr-19-2022	Mar-28-2022	Mar-24-2022	Mar-7-2022	Jan-25-2022	Dec-09-2021	Nov-22-2021	Oct-20-2021	Jun-18-2021	Jun-11-2021	Apr-22-2021	Mar-23-2021	Dec-21-2020	Jul-21-2020	May-11-2020
s (MLD) programme							(Positive); withdrawn	BBB (Stable)	BBB (Stable)	B (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	BB (Stable)	B (Stable)				B (Stable)		
11 Sub-debt programme	Long term	20	20	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
12 Tier II bonds programme	Long term	25	25	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
13 NCD programme	Long term	28.5	28.5	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
14 NCD programme	Long term	-	-	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable); withdrawn	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
15 NCD programme	Long term	70	32	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
16 NCD programme	Long term	2.50	2.50	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
17 NCD programme	Long term	25	25	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
18 MLD programme	Long term	20	20	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	PP-MLD [ICRA]BBB+ (Stable)	
19 NCD programme	Long term	54.30	54.30	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	
20 Sub-debt programme	Long term	30	30	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	

Instrument	Type	Amount rated (Rs. crore)	Amount outstanding as on Sep 30, 2023 (Rs. crore)	Current rating (FY2024)			Chronology of rating history for the past 3 years																		
				Date & rating in FY2024			Date & rating in FY2023					Date & rating in FY2022									Date & rating in FY2021				
				Dec-14-2023	Nov-9-2023	May-25-2023	Feb-3-2023	Nov-2-2022	Jul-14-2022	May-17-2022	Apr-19-2022	Mar-28-2022	Mar-24-2022	Mar-7-2022	Jan-25-2022	Dec-09-2021	Nov-22-2021	Oct-20-2021	Jun-18-2021	Jun-11-2021	Apr-22-2021	Mar-23-2021	Dec-21-2020	Jul-21-2020	May-11-2020
21	NCD programme	Long term	42	42	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
22	Sub-debt programme	Long term	30	30	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
23	NCD programme	Long term	45.00	45.00	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
24	NCD programme	Long term	26.00	26.00	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
25	NCD programme	Long term	37.50	37.50	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
26	NCD programme	Long term	0.74	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
27	Sub-debt programme	Long term	25.00	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
28	NCD programme	Long term	50.00	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)

Complexity level of the rated instruments

Instrument	Complexity Indicator
Bank facilities (LT-fund based)	Simple
NCD programme	Simple
Tier II bonds programme	Very Simple
Subordinated debt programme	Very Simple
LT-market linked debt	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
INE982X07135	MLD programme	Jun-14-2021	SENSEX Linked	Sep-30-2024	20.00	PP-MLD[ICRA]BBB+ (Stable)
INE982X07150	NCD programme	Jun-30-2021	11.6778%	Jun-30-2027	22.10	[ICRA]BBB+ (Stable)
INE982X07168	NCD programme	Jul-02-2021	11.7229%	Jul-02-2027	16.10	[ICRA]BBB+ (Stable)
INE982X07143	NCD programme	Jul-05-2021	11.7229%	May-05-2026	16.10	[ICRA]BBB+ (Stable)
INE982X07218	NCD programme	Jan-14-2022	11.76%	Jan-14-2026	42.00	[ICRA]BBB+ (Stable)
INE982X07267	NCD programme	Sep-11-2018	12.70%	Dec-31-2026	40.00	[ICRA]BBB+ (Stable)
INE982X08018	Sub-debt programme	Mar-29-2019	15.75%	May-30-2025	20.00	[ICRA]BBB+ (Stable)
INE982X08059	Sub-debt programme	Oct-22-2021	14.75%	May-21-2027	30.00	[ICRA]BBB+ (Stable)
INE982X08067	Sub-debt programme	Mar-14-2022	15.15%	Mar-15-2027	30.00	[ICRA]BBB+ (Stable)
INE982X08083	Sub-debt programme	Jun-27-2023	15.25	Jul-03-2028	25.00	[ICRA]BBB+ (Stable)
INE982X08034	Tier II bonds programme	Jul-08-2019	14.27%	Jul-08-2026	10.00	[ICRA]BBB+ (Stable)
INE982X08042	Tier II bonds programme	Aug-01-2019	14.27%	Jul-08-2026	15.00	[ICRA]BBB+ (Stable)
INE982X07184	NCD programme	Aug-23-2019	12.65%	Nov-22-2027	28.50	[ICRA]BBB+ (Stable)
INE982X07093	NCD programme	Jul-24-2020	11.723%	Jul-24-2024	34.50	[ICRA]BBB+ (Stable)
INE982X07234	NCD programme	Mar-30-2022	11.7702%	Mar-30-2026	45.00	[ICRA]BBB+ (Stable)
INE982X07101	NCD programme	Jul-24-2020	11.723%	Jul-24-2026	38.00	[ICRA]BBB+ (Stable)

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
INE982X07119	NCD programme	Dec-18-2020	13.75%	Dec-18-2023	25.00	[ICRA]BBB+ (Stable)
INE982X07283	NCD programme	May-31-2022	11.7702%	May-31-2026	37.50	[ICRA]BBB+ (Stable)
INE982X07226	NCD programme	Mar-30-2022	11.76%	Dec-30-2024	26.00	[ICRA]BBB+ (Stable)
Unallocated	NCD programme				0.74	[ICRA]BBB+ (Stable)
To be issued	NCD programme	NA	12.50%	NA	50.00	[ICRA]BBB+ (Stable)
Not applicable	Bank facilities	Aug 2021 to Sep 2023	9.25% to 15.25%	24 to 84 months	1,600.00	[ICRA]BBB+ (Stable)

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

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