

January 08, 2024

## Northern Arc Capital Limited: Change in limits

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible debentures	280.00	280.00	[ICRA]AA- (Stable); outstanding
Market linked debentures	150.00	150.00	PP-MLD[ICRA]AA- (Stable); outstanding
Long term – Fund-based limits	71.00	71.00	[ICRA]AA- (Stable); outstanding
Long term – Term loans	5,319.15	5,279.15	[ICRA]AA- (Stable); outstanding
Short-term bank facilities	515.00	555.00	[ICRA]A1+; outstanding
Long term – Non-fund based credit exposure limits	94.85	94.85	[ICRA]AA- (Stable); outstanding
Subordinated debt	40.00	40.00	[ICRA]AA- (Stable); outstanding
Commercial paper	300.00	300.00	[ICRA]A1+; outstanding
<b>Total</b>	<b>6,770.00</b>	<b>6,770.00</b>	

\*Instrument details are provided in Annexure I

### Rationale

The ratings factor in Northern Arc Capital Limited's (NACL) adequate earnings profile. The company's profitability indicators improved further in H1 FY2024 with profit after tax (PAT)/average managed assets (AMA) of 2.9% vis-à-vis 2.7% in FY2023, supported by higher margins and lower credit costs. The assets under management (AUM) grew to Rs. 10,220 crore as of September 2023 from Rs. 9,036 crore in March 2023 (Rs. 7,111 crore in March 2022). The capital profile was characterised by a consolidated managed gearing of 3.9 times as of September 2023 (3.8 times as of March 2023). ICRA takes note of the recent Reserve Bank of India (RBI) circular regarding higher risk weights on consumer credit (14% of the AUM as of September 2023), which can impact NACL's reported CRAR; the CRAR was adequate at 19.9% as of September 2023.

ICRA also takes note of the regulatory directive on investment in alternative investment funds (AIFs) for regulated entities (REs), which can affect NACL if the same is not divested within the stipulated timeline. NACL had Rs. 182.2 crore of AIF investments as of November 2023, of which the entity had divested Rs. 98.6 crore (including entire subordinated investments) in December 2023. The company is expected to sell its balance AIF exposures of Rs. 83.6 crore, to external investors and/or to its non-RE group entities, within the stipulated timeline. However, ICRA shall closely monitor the impact of the above on the company's capital profile.

NACL's exposures remain largely towards financial institutions (FIs) with moderate risk profiles. Over the years, the company has been gradually reducing its exposure towards FIs by diversifying into the retail segment, mostly via partnership arrangements with smaller non-banking financial companies (NBFCs)/digital platforms, and by engaging in direct lending to the retail segments. NACL scaled up this segment with a business correspondent (BC) arrangement through its subsidiary (Pragati Finserv Private Limited; Pragati), after the acquisition of the microfinance book of S.M.I.L.E. Microfinance Limited (SMILE) in April 2022. The company is also expected to focus on secured business loans, which it commenced in the recent past. NACL's overall non-FI exposure continued to increase and stood at 39.4% of the AUM as of September 2023 compared to 34.8% as of March 2023 (23.4% as of March 2022). Within the non-FI segment, corporate finance accounted for 5.3% of the AUM as of September 2023.

ICRA takes note of the concentration of NACL's exposures, with the top 20 exposures accounting for 23% of the AUM (109% of net worth) as of September 2023 compared to 30% as of March 2022. ICRA notes that the company has focused on gradually reducing its top 20 exposures over the last few years (60% of the AUM as of March 2015). Going forward, a steady improvement

in the concentration profile and the ability to maintain healthy asset quality, especially in the newer retail asset segments, would be key monitorables.

NACL has an adequate underwriting and risk management system, stemming from its track record and experience in its established asset segments, which would support its growth. It is also expected to derive benefits from Nimbus, its proprietary technology system, which provides a common system to many originator partners and investor partners, whereby they can access fundraising and investment opportunities and execute transactions online. Nimbus enables the end-to-end processing of debt transactions (from loan application, credit evaluation, generation of legal documentation to transaction execution and closure).

ICRA notes that NACL raised sizeable equity in the past (Rs. 960 crore from FY2014, including Rs. 648 crore in FY2019 and FY2020) from investors such as Leapfrog Financial Inclusion India, IIFL Special Opportunities Fund, Affirma Capital, SMBC Bank, Eight Roads, etc. The company is expected to maintain its leverage under 4 times on a steady-state basis. Thus, managing growth and securing timely capital infusions, when required, would be crucial going forward.

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, liquidity position and rating sensitivities: [Click here](#)

## Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">ICRA's Credit Rating Methodology for Non-banking Finance Companies</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	Consolidated

## About the company

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 underserved 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 microfinance institutions (MFIs) and has diversified into other sectors including micro, small, and medium enterprise (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 June 2023, on a fully-diluted basis, IIFL Special Opportunities Fund was the largest shareholder with a stake of 25.6% in NACL, followed by Leapfrog Financial Inclusion India II Limited (22.6%), Augusta Investments II Pte Ltd (19.5%), Eight Roads Investments (Mauritius) (II) Limited (10.2%), Dvara Trust (7.5%), Accion (5.8%), SMBC (5.3%) and others (3.5%).

### Northern Arc Investment Managers Private Limited

Incorporated in February 2014, Northern Arc Investment Managers Private Limited (NAIM) is a wholly-owned subsidiary of NACL, which provides investment management services to several AIFs. The company manages five AIFs, at present, while it has already provided full exit from four other AIFs. It also manages two portfolio management services (PMS) strategies.

### Northern Arc Investment Adviser Services Private Limited

Incorporated in September 2012, Northern Arc Investment Adviser Services Private Limited (NAIAPL) is a wholly-owned subsidiary, which provides investment advisory services.

### Northern Arc Foundation

It was constituted as a Section 8 company (not for profit) in FY2019. NACL holds a 100% stake in the company. Northern Arc Foundation is primarily engaged in the business of, inter alia, providing vocational training and skill training for the development of members of marginalised communities, conducting workshops, seminars and symposiums, carrying out educational programmes for social upliftment, and undertaking research to identify areas for improving the standard of living.

### Pragati Finserv Private Limited

Pragati is a recently incorporated subsidiary of NACL (90% stake). In April 2022, NACL had acquired the microfinance business of SMILE. Pragati is operating as a BC for the direct MFI lending of NACL.

### Key financial indicators (audited; IndAS) – Consolidated

	FY2022	FY2023	H1 FY2024
Total income	917	1,311	845
Profit after tax	182	242	151
Net worth*	1,832	2,068	2,238
AUM (lending)	7,111	9,036	10,220
Total managed assets	8,211	9,841	10,915
Return on managed assets	2.6%	2.7%	2.9%
Return on net worth	10.4%	12.5%	14.2%
Managed gearing (times)	3.6	3.8	3.9
Gross stage 3	0.5%	0.8%	0.4%
Net stage 3	0.2%	0.4%	0.2%
Solvency (Net stage 3/Net worth) #	0.7%	1.8%	0.7%
CRAR#	22.8%	20.8%	19.9%

Source: Company, ICRA Research; \*Including minority interest (IFMR FImpact Long Term Credit Fund); #Standalone 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	Amount Rated (Rs. crore)	Amount Outstanding (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	
				Jan 08, 2024	Jul 25, 2023 Aug 07, 2023, Sep 27, 2023	Jun 23, 2023	Mar 30, 2023	Jul 21, 2022 Aug 29, 2022	Jun 17, 2022	Mar 18, 2022	Mar 02, 2022 Sep 15, 2021	Sep 25, 2020 Aug 14, 2020	Jul 30, 2020 Jul 20, 2020 Jun 16, 2020	
1	NCD	280.00	280.00	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]A+(Positive)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Negative)	[ICRA]A+(Negative)
2	MLD	150.00	150.00	PP-MLD [ICRA]AA-(Stable)	PP-MLD [ICRA]AA-(Stable)	PP-MLD [ICRA]AA-(Stable)	PP-MLD [ICRA]AA-(Stable)	PP-MLD [ICRA]A+(Positive)	PP-MLD [ICRA]A+(Stable)	PP-MLD [ICRA]A+(Stable)	PP-MLD [ICRA]A+(Stable)	PP-MLD [ICRA]A+(Stable)	PP-MLD [ICRA]A+(Negative)	PP-MLD [ICRA]A+(Negative)
3	Long term – Fund-based limits	71.00	71.00	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]A+(Positive)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Negative)	[ICRA]A+(Negative)
4	Long term – Term loan	5,279.15	5,279.15	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]A+(Positive)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Negative)	[ICRA]A+(Negative)
5	Long term – Non-fund based limits	94.85	94.85	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	-	-	-	-	-	-	-	-	-
6	Long term – Unallocated	0.00	0.00	-	-	-	-	-	-	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Negative)	[ICRA]A+(Negative)
7	Short-term bank facilities	555.00	555.00	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	-	-	-	-	-	-
8	Subordinated debt	40.00	40.00	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)	[ICRA]A+(Positive)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Stable)	[ICRA]A+(Negative)	[ICRA]A+(Negative)
9	Commercial paper	300.00	300.00	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+

## Complexity level of the rated instrument

Instrument	Complexity Indicator
NCD	Simple
MLD	Moderately Complex
Long term – Fund-based limits	Simple
Long term – Term loan	Simple
Long term – Non-fund based limits	Very Simple
Short-term bank facilities	Simple
Subordinated debt	Complex
Commercial paper	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**

ISIN	Instrument	Date of Issuance/ Sanction	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
					(Rs. crore)	
INE850M14BS8	Commercial paper	Jun-27-2023	9.10%	Jun-25-2024	100.00	[ICRA]A1+
INE850M14BQ2	Commercial paper	Jun-19-2023	9.25%	Jun-17-2024	100.00	[ICRA]A1+
INE850M14BU4	Commercial paper	Sep-08-2023	8.30%	Dec-07-2023	30.00	[ICRA]A1+
Not placed	Commercial paper	NA	NA	NA	70.00	[ICRA]A1+
INE850M07251*	Non-convertible debentures	Jun 26, 2020	11.25%	Jun 26, 2023	25.00	[ICRA]AA- (Stable)
INE850M07269*	Non-convertible debentures	Jul 13, 2020	10.40%	Jul 13, 2023	33.33	[ICRA]AA- (Stable)
INE850M07178	Non-convertible debentures	Dec 20, 2018	9.60%	Dec 20, 2023	71.43	[ICRA]AA- (Stable)
INE850M08085*	Non-convertible debentures	Sep 25, 2019	11.60%	Sep 25, 2023	0.24	[ICRA]AA- (Stable)
INE850M07251*	Non-convertible debentures	Jun 26, 2020	11.25%	Jun 26, 2023	25.00	[ICRA]AA- (Stable)
INE850M07442	Non-convertible debentures	Sep 29, 2022	8.95%	Jun 30, 2024	20.00	[ICRA]AA- (Stable)
INE850M07459	Non-convertible debentures	Jun 12, 2023	9.00%	Jul 12, 2024	57.10	[ICRA]AA- (Stable)
Not placed	Non-convertible debentures	NA	NA	NA	47.90	[ICRA]AA- (Stable)
INE850M07426	Market linked debentures	Jul 27, 2022	Linked to IGB 5.85%	Jan 27, 2025	114.10	PP-MLD[ICRA]AA- (Stable)
Not placed	Market linked debentures	NA	NA	NA	35.90	PP-MLD[ICRA]AA- (Stable)
NA	Term loan 1	Sep-30-2021	NA	Oct-01-2024	6.67	[ICRA]AA- (Stable)
NA	Term loan 2	Jun-30-2023	NA	Jun-30-2026	36.67	[ICRA]AA- (Stable)
NA	Term loan 3	Mar-25-2022	NA	Mar-31-2024	25.00	[ICRA]AA- (Stable)
NA	Term loan 4	Mar-25-2022	NA	Mar-31-2024	8.33	[ICRA]AA- (Stable)
NA	Term loan 5	Dec-16-2022	NA	Dec-16-2027	41.63	[ICRA]AA- (Stable)
NA	Term loan 6	Dec-29-2022	NA	Dec-29-2027	92.50	[ICRA]AA- (Stable)
NA	Term loan 7	Jan-18-2023	NA	Dec-16-2027	166.50	[ICRA]AA- (Stable)
NA	Term loan 8	Oct-31-2023	NA	Sep-21-2024	71.88	[ICRA]AA- (Stable)
NA	Term loan 9	Jul-30-2021	NA	Jul-30-2024	11.11	[ICRA]AA- (Stable)
NA	Term loan 10	Sep-28-2022	NA	Sep-27-2024	34.38	[ICRA]AA- (Stable)
NA	Term loan 11	Jun-27-2023	NA	Jun-27-2026	44.44	[ICRA]AA- (Stable)
NA	Term loan 12	Jul-28-2023	NA	Jul-27-2026	45.83	[ICRA]AA- (Stable)
NA	Term loan 13	Sep-30-2021	NA	Oct-01-2025	57.14	[ICRA]AA- (Stable)
NA	Term loan 14	Mar-30-2022	NA	Mar-29-2026	31.25	[ICRA]AA- (Stable)
NA	Term loan 15	Mar-30-2022	NA	Mar-29-2025	25.00	[ICRA]AA- (Stable)
NA	Term loan 16	Sep-30-2022	NA	Sep-29-2025	50.00	[ICRA]AA- (Stable)
NA	Term loan 17	Dec-31-2022	NA	Dec-31-2025	37.50	[ICRA]AA- (Stable)
NA	Term loan 18	Jan-31-2023	NA	Jan-31-2026	18.75	[ICRA]AA- (Stable)
NA	Term loan 19	Dec-30-2021	NA	Dec-30-2024	36.06	[ICRA]AA- (Stable)
NA	Term loan 20	Nov-30-2022	NA	Nov-30-2025	133.21	[ICRA]AA- (Stable)
NA	Term loan 21	Sep-29-2023	NA	Sep-29-2026	188.89	[ICRA]AA- (Stable)
NA	Term loan 22	Dec-31-2021	NA	Dec-31-2025	29.09	[ICRA]AA- (Stable)
NA	Term loan 23	Mar-06-2023	NA	Mar-06-2027	21.88	[ICRA]AA- (Stable)
NA	Term loan 24	Jan-29-2022	NA	Jan-29-2026	21.33	[ICRA]AA- (Stable)

NA	Term loan 25	Feb-21-2022	NA	Jan-29-2026	10.67	[ICRA]AA- (Stable)
NA	Term loan 26	Jun-28-2023	NA	Jun-28-2027	93.75	[ICRA]AA- (Stable)
NA	Term loan 27	Nov-30-2021	NA	Nov-30-2024	18.18	[ICRA]AA- (Stable)
NA	Term loan 28	Dec-30-2022	NA	Mar-30-2025	33.33	[ICRA]AA- (Stable)
NA	Term loan 29	Sep-27-2022	NA	Feb-29-2024	3.00	[ICRA]AA- (Stable)
NA	Term loan 30	Dec-23-2021	NA	Dec-23-2024	17.50	[ICRA]AA- (Stable)
NA	Term loan 31	Mar-12-2022	NA	Mar-11-2025	40.00	[ICRA]AA- (Stable)
NA	Term loan 32	Jun-30-2022	NA	Jun-30-2025	66.50	[ICRA]AA- (Stable)
NA	Term loan 33	Jun-30-2022	NA	Jun-30-2025	25.33	[ICRA]AA- (Stable)
NA	Term loan 34	Feb-14-2023	NA	Feb-14-2025	62.90	[ICRA]AA- (Stable)
NA	Term loan 35	Feb-14-2023	NA	Mar-13-2026	45.16	[ICRA]AA- (Stable)
NA	Term loan 36	Aug-13-2021	NA	Aug-13-2024	15.00	[ICRA]AA- (Stable)
NA	Term loan 37	Sep-20-2023	NA	Oct-20-2026	125.00	[ICRA]AA- (Stable)
NA	Term loan 38	Sep-20-2023	NA	Oct-20-2026	75.00	[ICRA]AA- (Stable)
NA	Term loan 39	Sep-28-2023	NA	Oct-30-2026	50.00	[ICRA]AA- (Stable)
NA	Term loan 40	Mar-31-2023	NA	Mar-31-2025	33.33	[ICRA]AA- (Stable)
NA	Term loan 41	Jun-05-2023	NA	Jun-04-2025	19.79	[ICRA]AA- (Stable)
NA	Term loan 42	Mar-30-2021	NA	Mar-30-2024	5.01	[ICRA]AA- (Stable)
NA	Term loan 43	Aug-31-2021	NA	Aug-31-2024	25.00	[ICRA]AA- (Stable)
NA	Term loan 44	Sep-01-2021	NA	Aug-31-2024	12.50	[ICRA]AA- (Stable)
NA	Term loan 45	Sep-28-2021	NA	Sep-28-2024	16.67	[ICRA]AA- (Stable)
NA	Term loan 46	Mar-21-2023	NA	Mar-21-2026	93.33	[ICRA]AA- (Stable)
NA	Term loan 47	Mar-25-2022	NA	Mar-25-2025	88.89	[ICRA]AA- (Stable)
NA	Term loan 48	Mar-31-2023	NA	Mar-30-2027	133.33	[ICRA]AA- (Stable)
NA	Term loan 49	Dec-15-2021	NA	Dec-15-2025	30.00	[ICRA]AA- (Stable)
NA	Term loan 50	Dec-15-2021	NA	Dec-15-2025	30.00	[ICRA]AA- (Stable)
NA	Term loan 51	Mar-31-2022	NA	Mar-31-2026	33.33	[ICRA]AA- (Stable)
NA	Term loan 52	May-30-2022	NA	May-30-2026	100.00	[ICRA]AA- (Stable)
NA	Term loan 53	Sep-30-2023	NA	Nov-02-2027	140.00	[ICRA]AA- (Stable)
NA	Term loan 54	Oct-30-2023	NA	Jul-30-2027	60.00	[ICRA]AA- (Stable)
NA	Term loan 55	Mar-24-2022	NA	Mar-24-2026	16.07	[ICRA]AA- (Stable)
NA	Term loan 56	Jul-31-2023	NA	Jul-31-2027	24.44	[ICRA]AA- (Stable)
NA	Term loan 57	Sep-30-2021	NA	Sep-30-2024	19.44	[ICRA]AA- (Stable)
NA	Term loan 58	Sep-30-2022	NA	Oct-10-2025	31.04	[ICRA]AA- (Stable)
NA	Term loan 59	Oct-31-2022	NA	Oct-31-2025	32.43	[ICRA]AA- (Stable)
NA	Term loan 60	Dec-28-2022	NA	Dec-28-2024	43.34	[ICRA]AA- (Stable)
NA	Term loan 61	Mar-12-2021	NA	Dec-09-2023	2.80	[ICRA]AA- (Stable)
NA	Term loan 62	Mar-21-2022	NA	Dec-21-2024	12.49	[ICRA]AA- (Stable)
NA	Term loan 63	Jul-28-2023	NA	Jul-28-2027	50.00	[ICRA]AA- (Stable)
NA	Term loan 64	Jul-31-2023	NA	Jul-31-2027	50.00	[ICRA]AA- (Stable)
NA	Term loan 65	Jun-28-2023	NA	Jun-28-2026	-	[ICRA]AA- (Stable)
NA	Term loan 66	Sep-28-2021	NA	Sep-30-2024	6.94	[ICRA]AA- (Stable)

NA	Term loan 67	Sep-29-2022	NA	Sep-29-2025	45.83	[ICRA]AA- (Stable)
NA	Term loan 68	Mar-31-2023	NA	Mar-31-2025	60.00	[ICRA]AA- (Stable)
NA	Term loan 69	Mar-31-2021	NA	Mar-31-2024	4.44	[ICRA]AA- (Stable)
NA	Term loan 70	Dec-29-2021	NA	Dec-29-2023	4.15	[ICRA]AA- (Stable)
NA	Term loan 71	Sep-27-2022	NA	Sep-26-2024	23.17	[ICRA]AA- (Stable)
NA	Term loan 72	Sep-28-2023	NA	Sep-28-2025	45.83	[ICRA]AA- (Stable)
NA	Term loan 73	Jun-17-2022	NA	Jun-01-2025	15.00	[ICRA]AA- (Stable)
NA	Term loan 74	Jun-24-2021	NA	Jun-01-2024	4.17	[ICRA]AA- (Stable)
NA	Term loan 75	Aug-14-2023	NA	Sep-01-2026	60.00	[ICRA]AA- (Stable)
NA	Term loan 76	Mar-30-2022	NA	Mar-29-2025	20.00	[ICRA]AA- (Stable)
NA	Term loan 77	Mar-31-2022	NA	Feb-10-2025	71.15	[ICRA]AA- (Stable)
NA	Term loan 78	Mar-31-2022	NA	Feb-10-2025	25.59	[ICRA]AA- (Stable)
NA	Term loan 79	Jun-30-2022	NA	Jun-10-2025	60.00	[ICRA]AA- (Stable)
NA	Term loan 80	Sep-27-2023	NA	Sep-29-2026	114.00	[ICRA]AA- (Stable)
NA	Term loan 81	Jun-27-2023	NA	Jun-27-2025	87.50	[ICRA]AA- (Stable)
NA	Term loan 82	Oct-27-2022	NA	Apr-26-2024	16.67	[ICRA]AA- (Stable)
NA	Term loan 83	Oct-27-2022	NA	Jan-27-2025	27.78	[ICRA]AA- (Stable)
NA	Term loan 84	Jun-29-2021	NA	Jun-28-2024	1.82	[ICRA]AA- (Stable)
NA	Term loan 85	Dec-31-2021	NA	Dec-31-2024	12.50	[ICRA]AA- (Stable)
NA	Term loan 86	Jun-21-2023	NA	Jun-21-2026	9.17	[ICRA]AA- (Stable)
NA	Term loan 87	Feb-22-2021	NA	Dec-31-2023	18.20	[ICRA]AA- (Stable)
NA	Term loan 88	Jan-19-2022	NA	Jan-19-2025	60.00	[ICRA]AA- (Stable)
NA	Term loan 89	Feb-24-2022	NA	Jan-19-2025	39.85	[ICRA]AA- (Stable)
NA	Term loan 90	Dec-14-2022	NA	Dec-14-2025	75.00	[ICRA]AA- (Stable)
NA	Term loan 91	Feb-28-2023	NA	Dec-14-2025	75.00	[ICRA]AA- (Stable)
NA	Term loan 92	Feb-28-2023	NA	Dec-14-2025	37.50	[ICRA]AA- (Stable)
NA	Term loan 93	Dec-14-2022	NA	Dec-14-2025	74.99	[ICRA]AA- (Stable)
NA	Term loan 94	Mar-24-2023	NA	Dec-14-2025	37.49	[ICRA]AA- (Stable)
NA	Term loan 95	Sep-27-2023	NA	Sep-29-2026	300.00	[ICRA]AA- (Stable)
NA	Term loan 96	Sep-29-2023	NA	Oct-01-2026	300.00	[ICRA]AA- (Stable)
NA	Term loan 97	Aug-29-2023	NA	Sep-05-2024	33.58	[ICRA]AA- (Stable)
NA	Term loan 98	Jan-29-2021	NA	Apr-30-2024	5.70	[ICRA]AA- (Stable)
NA	Term loan 99	Mar-09-2023	NA	Mar-31-2026	33.33	[ICRA]AA- (Stable)
NA	Term loan 100	Mar-31-2022	NA	Mar-31-2025	9.81	[ICRA]AA- (Stable)
NA	Term loan 101	Mar-31-2022	NA	Mar-31-2025	9.81	[ICRA]AA- (Stable)
NA	Term loan 102	Jun-30-2023	NA	Jun-30-2025	31.67	[ICRA]AA- (Stable)
NA	Term loan 103	May-31-2022	NA	May-31-2024	7.50	[ICRA]AA- (Stable)
NA	Term loan 104	Mar-28-2022	NA	Mar-28-2025	54.55	[ICRA]AA- (Stable)
NA	Term loan 105	Mar-29-2023	NA	Mar-29-2026	68.18	[ICRA]AA- (Stable)
NA	Term loan 106	Mar-24-2022	NA	Mar-25-2025	13.11	[ICRA]AA- (Stable)
NA	Term loan 107	Jun-30-2021	NA	Jun-30-2024	5.50	[ICRA]AA- (Stable)
NA	Term loan 108	Mar-29-2022	NA	Mar-29-2024	8.33	[ICRA]AA- (Stable)

NA	Term loan – Proposed	NA	NA	NA	244.75	[ICRA]AA- (Stable)
NA	Non-fund based – Credit exposure limits	NA	NA	NA	94.85	[ICRA]AA- (Stable)
NA	Cash credit 1	Mar-25-2022	NA	NA	10.00	[ICRA]AA- (Stable)
NA	Cash credit 2	Jan-11-2023	NA	NA	5.00	[ICRA]AA- (Stable)
NA	Cash credit 3	Dec-31-2021	NA	NA	1.00	[ICRA]AA- (Stable)
NA	Cash credit 4	Dec-22-2021	NA	NA	55.00	[ICRA]AA- (Stable)
NA	Short-term bank facilities 1	Nov-30-2023	NA	NA	25.00	[ICRA]A1+
NA	Short-term bank facilities 2	Oct-26-2023	NA	NA	25.00	[ICRA]A1+
NA	Short-term bank facilities 3	Sep-28-2023	NA	NA	15.00	[ICRA]A1+
NA	Short-term bank facilities 4	Nov-29-2023	NA	NA	50.00	[ICRA]A1+
NA	Short-term bank facilities 5	Mar-31-2023	NA	NA	50.00	[ICRA]A1+
NA	Short-term bank facilities 6	Nov-17-2023	NA	NA	40.00	[ICRA]A1+
NA	Short-term bank facilities 7	Sep-28-2023	NA	NA	50.00	[ICRA]A1+
NA	Short-term bank facilities 8	Nov-30-2023	NA	NA	200.00	[ICRA]A1+
NA	Short-term bank facilities 9	Nov-24-2023	NA	NA	100.00	[ICRA]A1+
Not applicable	Subordinated debt*	Dec 28, 2017	NA	Jun 27, 2023	25.00	[ICRA]AA- (Stable)
Not applicable	Subordinated debt*	Dec 29, 2017	NA	Jun 28, 2023	15.00	[ICRA]AA- (Stable)

Source: Company; \*ICRA is awaiting the relevant documentation from the company on these recently matured securities for withdrawal of the ratings outstanding

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

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

Name of the Entity	Ownership	Consolidation Approach
Northern Arc Investment Managers Private Limited	100.00%	Full consolidation
Northern Arc Investment Adviser Services Private Limited	100.00%	Full consolidation
Pragati Finserv Private Limited	90.10%	Full consolidation
IFMR Fimpact Long Term Credit Fund <sup>#</sup>		Full consolidation
Emerging Corporate Bond Fund		Equity method
Northern Arc Money Market Alpha Trust Fund <sup>#</sup>		Full consolidation (until Aug 8, 2019)
IFMR Fimpact Medium Term Opportunities Fund <sup>#</sup>		Full consolidation (until Dec 6, 2018)

<sup>#</sup>Based on an evaluation of the existence of control on these AIFs, in accordance with IndAS 110 (Consolidated Financial Statements), these funds have been included as a part of the consolidated financial statements of NACL

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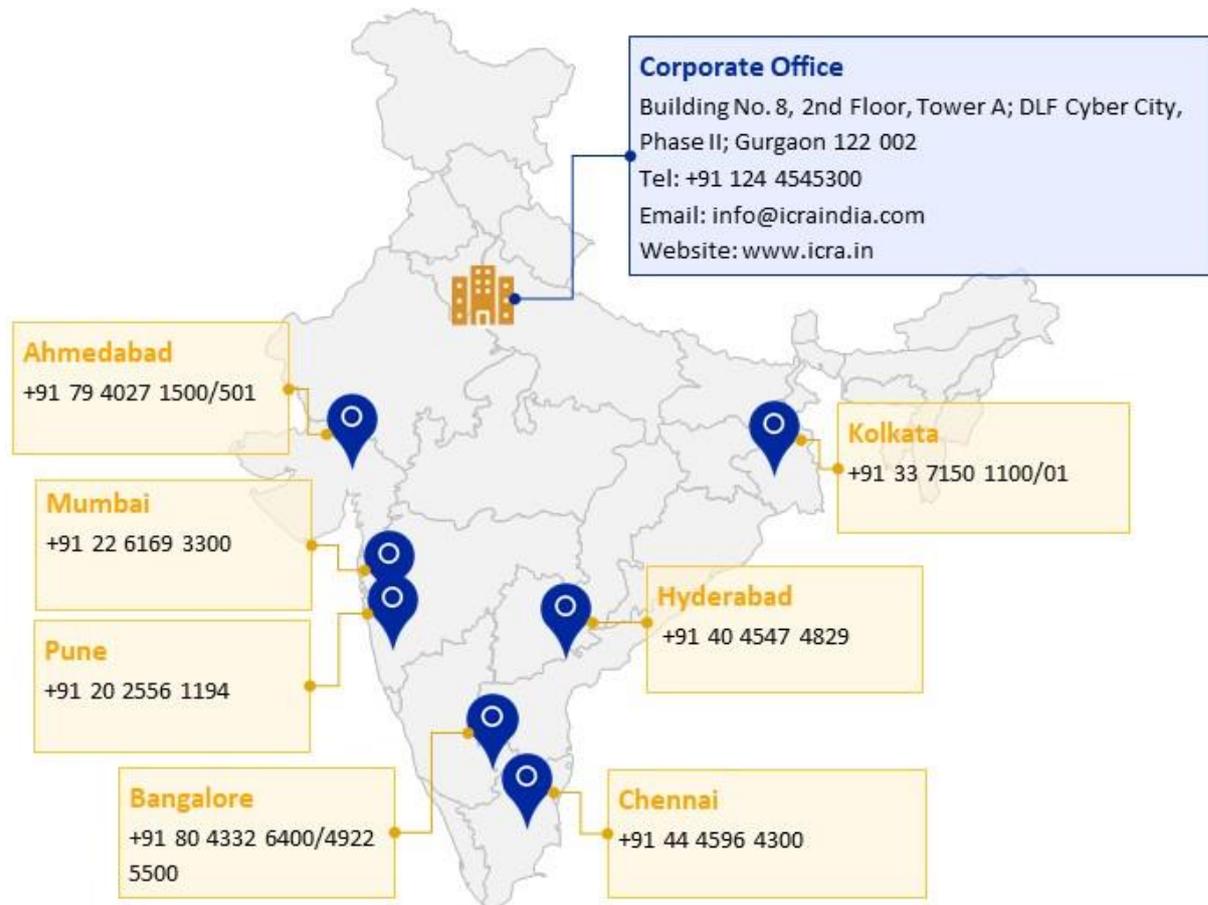
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