January 29, 2024

Svatantra Microfin Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Subordinated debt	75.00	0.00	[ICRA]A+ (Stable); withdrawn
Total	**75.00**	**0.00**	

**Instrument details are provided in Annexure I*

Rationale

ICRA has withdrawn the rating assigned to the Rs. 75-crore subordinated debt programme of Svatantra Microfin Private Limited as the instrument has been fully redeemed with no amount outstanding against the same. The rating has been withdrawn in accordance with ICRA's policy on the withdrawal of credit ratings.

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, liquidity position, rating sensitivities, and key financial indicators: Click here

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Rating Methodology for Non-banking Finance Companies Policy on Withdrawal of Credit Ratings
Parent/Group support	Svatantra is owned by the promoters – the Birla family and the holding/investment company of Aditya Birla Group. It receives support in the form of regular capital infusions and board supervision.
Consolidation/Standalone	Standalone

About the company

Svatantra Microfin Private Limited, promoted by Ms. Ananyashree Birla, was incorporated in 2012 and started microfinance operations in March 2013. It is registered with the Reserve Bank of India (RBI) as a non-banking financial company-microfinance institution (NBFC-MFI). It provides microcredit to women borrowers for income-generating activities. The borrowers are organised in groups of 5-30 people under the joint liability group (JLG) lending model. As on September 30, 2023, Svatantra was operating in 19 states through a network of 967 branches, catering to more than 23 lakh borrowers with a managed loan portfolio of Rs. 7,551 crore.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2024)						Chronology of Rating History for the Past 3 Years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of Jan 15, 2024* (Rs. crore)	Date & Rating in FY2024			Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	
					Jan 29, 2024	Dec 04, 2023	Aug 18, 2023	Jan 30, 2023	Feb 04, 2022	Feb 05, 2021	Aug 17, 2020
1	**Subordinated debt**	Long term	75.00	0.00	**[ICRA]A+ (Stable); withdrawn**	**[ICRA]A+ (Stable)**	**[ICRA]A+ (Stable)**	**[ICRA]A+ (Stable)**	**[ICRA]A (Stable)**	**[ICRA]A- (Stable)**	**[ICRA]A- (Stable)**
2	**Long-term bank facilities**	Long term	-	-	-	-	-	-	-	**[ICRA]A- (Stable); withdrawn**	**[ICRA]A- (Stable)**

**Source: Company*

Complexity level of the rated instruments

Instrument	Complexity Indicator
Subordinated debt	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 Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE00MX08011	**Subordinated debt**	May 31, 2018	11.70% p.a.	Nov 30, 2023	75.00	[ICRA]A+ (Stable); withdrawn

Source: Company

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

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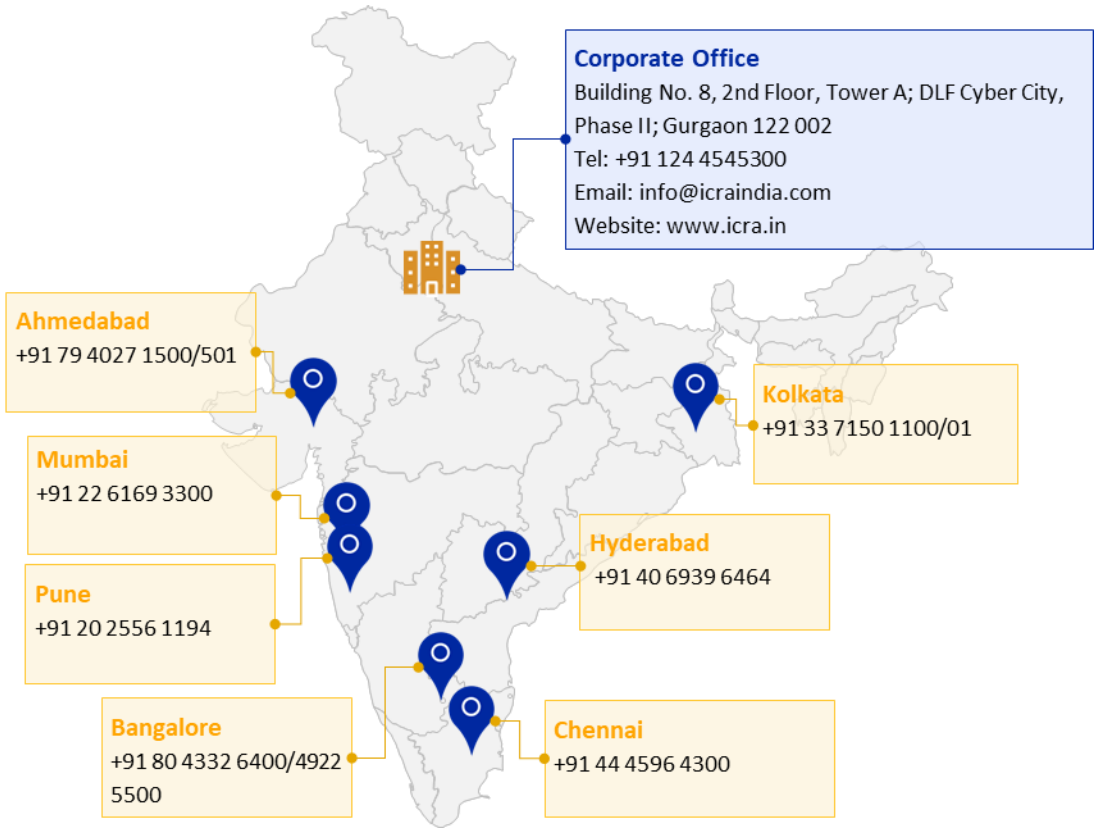
Branches



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