

September 26, 2025

**Piramal Finance Limited (formerly Piramal Capital & Housing Finance Limited):  
[ICRA]AA (Stable) assigned to fresh NCD/retail NCD programmes; ratings reaffirmed  
and rated amount enhanced; rating withdrawn for matured instruments**

**Summary of rating action**

| Instrument*   | Previous rated amount<br>(Rs. crore) | Current rated amount<br>(Rs. crore) | Rating action  |
|---|--------------------------------------|-------------------------------------|--|
| <b>Non-convertible debentures (NCDs)</b>                              | 22,250.00                            | 22,250.00                           | [ICRA]AA (Stable); reaffirmed  |
| <b>NCDs</b>   | 800.00                               | -                                   | [ICRA]AA (Stable); reaffirmed and withdrawn  |
| <b>NCDs</b>   | 0.00                                 | 5,540.00^                           | [ICRA]AA (Stable); assigned  |
| <b>Retail NCD</b>   | 1,441.69                             | 1,441.69                            | [ICRA]AA (Stable); reaffirmed  |
| <b>Retail NCD</b>   | 0.00                                 | 3,000.00^                           | [ICRA]AA (Stable); assigned  |
| <b>Principal protected market-linked debenture (PP-MLD) programme</b> | 500.00                               | 500.00                              | PP-MLD [ICRA]AA (Stable); reaffirmed   |
| <b>Subordinated (Tier II) bonds</b>                                   | 1,500.00                             | 1,500.00                            | [ICRA]AA (Stable); reaffirmed  |
| <b>Long Term /Short Term-Fund Based/Non - Fund Based-Others</b>       | 7,550.00                             | 9,550.00^^                          | [ICRA]AA (Stable); reaffirmed and assigned for enhanced amount/[ICRA]A1+; assigned |
| <b>Total</b>  | <b>34,041.69</b>                     | <b>43,781.69</b>                    |  |

\*Instrument details are provided in Annexure I; ^Migrated from Piramal Enterprise Limited (PEL); ^^ Includes Rs. 2,000 crore migrated from PEL

**Rationale**

The National Company Law Tribunal (NCLT) granted final approval for the proposed merger between Piramal Finance Limited (PFL; formerly Piramal Capital and Housing Finance Limited) and Piramal Enterprises Limited (PEL) on September 11, 2025. The scheme of amalgamation, by way of a reverse merger of PEL into PFL, is effective from September 16, 2025. The merger does not impact the company's credit profile and ICRA has already been considering the consolidated credit profile of erstwhile PEL and PFL. As part of the amalgamation scheme, PEL's debt instruments have been transferred to PFL.

PFL's ratings reflect its comfortable capitalisation with a gearing (consolidated total debt (TD)/tangible net worth (TNW) of 2.5 times) as of June 30, 2025, improving portfolio diversification and granularity, and adequate liquidity profile. The consolidated entity has transformed over the last few years to become a diversified lender with the share of its multi-product retail book increasing to 80% of the assets under management (AUM) as of June 2025 from just 9% in March 2021. The AUM rose at a compound annual growth rate (CAGR) of 14% between March 2021 and June 2025 to Rs. 85,756 crore as on June 30, 2025. While the ambitious growth aspirations keep the asset quality trajectory monitorable, the headline asset quality metrics in the retail business have remained benign thus far.

The aforesaid strengths are partially offset by the portfolio vulnerability emanating from the residual legacy wholesale (though the same has reduced to Rs. 6,327 crore as of June 30, 2025 from Rs. 43,174 crore as of March 2022), besides the presence in unsecured retail lending (through business loans, personal loans and digital loans). While the legacy book has contracted by ~90% since March 2022 and constituted less than 10% of the AUM as on June 30, 2025, the accelerated rundown was accompanied by sizeable credit costs, averaging to a haircut of ~25% on resolutions/settlements. Nevertheless, multiple one-off gains<sup>1</sup> during this period partially offset the higher credit costs, limiting the impact on the net worth. As on June 30, 2025, the consolidated capitalisation profile was characterised by a net worth of Rs. 27,172 crore with a gearing of 2.5 times.

The ratings also factor in the Group's modest profitability trajectory over an extended period, primarily due to elevated credit costs associated with the legacy wholesale portfolio and exposure to Alternative Investment Funds (AIFs), particularly in light of

<sup>1</sup> Pertaining to the sale of the stake in Shriram entities, recognition of deferred tax assets (DTA), etc.

the regulatory changes introduced by the Reserve Bank of India (RBI) in December 2023. The Group reported an improvement in credit costs in recent quarters, supported by the reversal of past provisioning and recoveries from bad debts. However, the sustainability of the same, amid the gradual seasoning of the growth book<sup>2</sup> along with the risk emanating from the residual legacy book, will remain monitorable. Besides, the pre-provisioning operating profit (PPOP) has remained subdued due to high operating expenses related to the scale-up of the retail segment and the high share of non yielding legacy wholesale assets. Nevertheless, the Group has reported a gradual improvement in the operating cost, aided by the scale-up of the retail business and the optimisation of the existing branch infrastructure. Going forward, while the operating efficiency is expected to support profitability, the Group's ability to manage credit costs effectively will be imperative. Furthermore, considering its growth ambitions, the ability to raise funds from diverse sources at competitive rates will be critical.

The Stable outlook reflects ICRA's belief that PFL would maintain a comfortable capitalisation profile, notwithstanding the sizeable AUM ramp-up envisaged for the medium term. Further, the pressure on profitability is likely to alleviate, aided by the improvement in the operating efficiency, while the rundown of the residual legacy AUM is expected to continue without materially impacting the existing level of net worth.

ICRA has withdrawn the rating assigned to PFL's Rs. 800.0-crore non-convertible debenture (NCD) programme as no amount is outstanding against the same. This is in accordance with ICRA's policy on the withdrawal of credit ratings.

## Key rating drivers and their description

### Credit strengths

**Comfortable capitalisation** – The Group's capitalisation profile stands comfortable and is characterised by a large consolidated net worth of Rs. 27,172 crore and a gross gearing of 2.5 times (gross managed gearing of 2.8<sup>3</sup> times) as on June 30, 2025. The capitalisation trajectory has been supported by fund-raising<sup>4</sup> in preceding years, besides the gains on investments in Shriram Group and the reversal of the deferred tax liability (DTL) related to the Dewan Housing Finance Corporation Limited (DHFL) transaction. The company sold its 8.34% stake in Shriram Finance Limited in June 2023, augmenting the capital available for the lending business, even as a part of the inflow was utilised to fund the equity share buyback. Further, it sold its stake in Shriram Investment Holdings Pvt. Ltd in FY2024 with the gains helping it partly offset the higher credit costs owing to the accelerated rundown of the legacy AUM. The residual Shriram investments were classified as assets held for sale as of June 2025 (book value of about Rs. 1,700 crore).

Despite sizeable funds being deployed towards investments<sup>5</sup> and not being considered while calculating the Tier I capital, the capitalisation profile remains comfortable with a consolidated capital-to-risk-weighted assets ratio (CRAR) of 19.3%<sup>6</sup> as on June 30, 2025. Further, as per management estimates, the same is expected to improve by ~245 bps with the completion of the merger, as capital knocked off due to investment in PFL gets released. ICRA notes that the Group's solvency metric (net stage 3/net worth), basis the reported net stage 3 figure, is comfortable. However, the adjusted metric is elevated (net vulnerable portfolio<sup>7</sup>/Tier I capital) despite declining remains high and monitorable.

**Improving portfolio diversification and granularity, though seasoning of growth book is limited** – The Group has transformed over the past few years, evolving into a diversified lender with increasing granularity in its portfolio. It targets to maintain a

<sup>2</sup> The retail book and wholesale 2.0 book are collectively referred to as growth book

<sup>3</sup> Debt including off-balance sheet exposure

<sup>4</sup> PEL had last raised equity capital during FY2020-FY2021, aggregating Rs. 18,173 crore, through various avenues, a large part of which was allocated to the financial services business

<sup>5</sup> Investments in Shriram Group entities, units of AIFs, and the life and general insurance joint venture, besides DTAs. In this regard, total debt/net worth adjusted for the aforesaid investments and DTA is estimated at 4.0 times as of June 2025

<sup>6</sup> ICRA is cognisant of the gap between the reported net worth and the Tier I capital due to investments in Shriram Group entities, investment in AIF units, and the life insurance joint venture, besides DTAs

<sup>7</sup> Includes net stage 2 and net stage 3 loans, net SRs (pertaining to legacy wholesale book), land/project receivables, AIF investments and other legacy wholesale exposures

steady-state retail-wholesale mix of at least 80:20. In fact, retail assets comprised 80% of the AUM compared to 33% in March 2022. As on June 30, 2025, the secured retail book comprised housing loans (33% of the AUM), loan against properties (LAP; 22%), and used car loans (5%) while the unsecured retail book comprised business loans (6%), salaried personal loans (7%), digital loans (4%), microloans (1%), loan against mutual funds (1%) and others (2%). The management intends to maintain the share of housing loans and LAP at 50% of the AUM. The granularity of the retail book is reflected in the average ticket size of Rs. 15 lakh and geographically diversity is evident with no single state accounting for more than 19% of the AUM. However, as the retail book has scaled up significantly only in the last three years, it remains relatively less seasoned. Thus, the Group's ability to sustain growth while managing credit costs will remain critical from a credit perspective.

On the corporate lending side, the Group has built the wholesale 2.0 book, which is relatively more granular and diversified than the legacy wholesale 1.0 book. The share of the wholesale 2.0 book increased to 12% of the AUM as of June 2025 from 1% as of March 2022. This book's AUM stood at Rs. 10,425 crore as of June 2025, comprising real estate (9%) and corporate mid-market loans (CMML; 3%). The average ticket size in the wholesale 2.0 book was Rs. 74 crore and the top 10 exposures accounted for 5% of the growth AUM (41% of the wholesale 2.0 book) as on March 31, 2025.

## Credit challenges

**Portfolio vulnerability** – The Group has reported a steady decline in the legacy wholesale 1.0 book over the last few years. As on June 30, 2025, it declined to Rs. 6,327 crore from Rs. 43,174 crore as of March 2022. However, this accelerated rundown was accompanied by sizeable credit costs, with an average haircut of ~25% on resolutions and settlements. Going forward, the timely resolution of the residual book remains imperative for the credit profile. As of June 2025, the Group had provisions of Rs. 564 crore on the legacy book, translating to a provision coverage ratio (PCR) of 8.9%, to absorb any incremental losses while running down this book. The PCR has declined in the last two quarters due to the resolution of a few large legacy exposures. Further, the management expects certain one-off gains in the form of recoveries from previously written-off AIF investments, gains on the sale of residual investments in Shriram entities, and proceeds related to an earlier sale of Piramal Imaging SA, besides potential tax benefits linked to carry forward losses pertaining to DHFL, which have not yet been recognised. These would provide additional cushion to absorb any incremental losses from the legacy AUM, if any. However, the realisation of the same remains monitorable. Nonetheless, the management has emphasised that any incremental losses from the residual legacy AUM would not result in net worth erosion.

Additionally, the Group needs to demonstrate a sustained track record in retail lending, particularly in the unsecured segment, which includes business loan, personal loans, and digital loans, wherein the industry has witnessed an uptick in stress in recent quarters. Further, certain target customer segments primarily comprise micro and small business owners and self-employed individuals with modest credit profiles and limited credit history. Thus, it remains susceptible to the incremental credit risk inherent to its target customer segment. In this regard, its ability to effectively manage its growth aspirations across a wide spectrum of products and maintain healthy asset quality would remain monitorable. Inability to maintain adequate asset quality would exert further pressure on the profitability, which has remained subdued in recent years.

**Profitability pressure amid elevated operating expenses to support retail scale-up** – The consolidated profitability has remained subdued in recent years due to elevated credit costs. Moreover, even the PPOP has remained subdued due to the significant share of non-yielding legacy wholesale assets and high operating expenses amid the ongoing retailisation. Additionally, the recent change in the accounting policy for fee income recognition, implemented in Q1 FY2026, affected the top line in the last two quarters. Nonetheless, the management expects this impact to normalise over the coming quarters, with direct contribution to the bottom line. Going forward, the economies of scale in the retail segment and the Group's diversified product mix, which enables portfolio rebalancing to maintain the desired spreads, are expected to support the profitability, provided the residual risk in the legacy wholesale 1.0 book and the performance of the retail book, particularly the unsecured book, are kept under control.

The annualised return on managed assets (RoMA) was 1.0% in Q1 FY2026 compared to 0.5% in FY2025 and the net loss in FY2024. The profitability has remained relatively better in the growth segment with profit before tax (PBT)/average managed assets (AMA) in the range of 1.5-1.9% in the last few quarters.

### **Despite scale-up in fundraising and widening of lender base, reducing funding costs remains essential for enhancing profitability**

– Given the Group’s focus on scaling up the operations at a brisk pace its ability to raise funds regularly from diverse avenues at competitive rates will be critical. In this context, ICRA notes the year-on-year increase in the long-term debt raised by the Group. In Q1 FY2026, it raised Rs. 7,344 crore vis-à-vis Rs. 21,318 crore in FY2025, Rs. 17,456 crore in FY2024 and Rs. 5,712 crore in FY2023. Although the Group has demonstrated improvement in diversifying its borrowing profile in recent years, its ability to further expand the same remains imperative. As on June 30, 2025, the Group’s borrowing comprised non-convertible debentures (NCDs; 40%), bank loans (31%), commercial paper (CP; 11%), external commercial borrowings (ECBs; 10%) and securitisation (8%) compared to NCDs (61%), bank loans (27%), CP (7%), ECB (nil), securitisation (1%) and others (4%) as on March 31, 2023. The Group had also achieved an elongation in the weighted average tenor of the borrowings in recent years and the share of short-term borrowings was 10% of the total borrowings as of June 2025. Furthermore, there has been improvement in the diversification of its investor base which includes banks, mutual funds, corporates, insurance companies, employee benefit funds and others. As on June 30, 2025, the investor base comprised banks (48%), mutual funds (12%), ECBs (10%), individuals and corporates (9%), insurance and employee benefit funds (9%), securitisation (8%) and others (6%).

### **Environmental and social risks**

Given the service-oriented business, the direct exposure to environmental risks/physical climate risks is not material. While lending institutions can be exposed to environmental risks indirectly through their portfolio of assets, PFL’s exposure to environmentally sensitive segments remains low. Hence, indirect transition risks arising from changes in regulations or policies concerning the underlying assets are not material.

With regard to social risks, data security and customer privacy are among the key sources of vulnerability for lending and investment banking institutions as material lapses could be detrimental to their reputation and could invite regulatory censure. PFL has not faced major material lapses over the years and its disclosures outline the key policies, processes, and investments made by it to mitigate the occurrence of such instances. It also promotes financial inclusion by lending to the affordable housing segment.

### **Liquidity position: Adequate**

The consolidated liquidity position remains adequate with the asset-liability maturity profile, as of June 2025, characterised by positive cumulative mismatches across buckets up to 1 year. The consolidated cash/bank balance and liquid investments aggregated Rs. 9,070 crore as on June 30, 2025 (~13% of consolidated borrowings), covering 3 months’ repayment obligations (principal + interest). ICRA notes that the company endeavours to maintain sufficient on-balance sheet liquidity to cover repayments falling due in the ensuing 2-3 months. The track record of satisfactory collection efficiency provides additional comfort.

### **Rating sensitivities**

**Positive factors** – A significant improvement in the profitability on a sustained basis remains imperative for an upward revision in the long-term rating. Additionally, continued improvement in the granularity of the asset profile and the proven track record of the new products in the growth business while maintaining healthy asset quality will be credit positives.

**Negative factors** – A sustained weakening in the asset quality or a moderation in the capitalisation profile, resulting in a deterioration in the consolidated solvency, would be a credit negative.

## Analytical approach

| Analytical approach             | Comments   |
|---------------------------------|--|
| Applicable rating methodologies | <a href="#">Rating Methodology for Non-banking Finance Companies (NBFCs)</a><br><a href="#">Policy on Withdrawal of Credit Ratings</a> |
| Parent/Group support            | Not applicable   |
| Consolidation/Standalone        | ICRA has considered the consolidated financials of the Group. The list of consolidated entities is available in Annexure II            |

## About the company

The NCLT has granted final approval for the proposed merger between PFL and PEL, whereby PFL will be the resultant entity. PFL's retail lending business comprises housing loans to customers in the affordable and budget segments, secured and unsecured lending to small businesses, preowned car loans, loan against securities, and unsecured finance constituting microfinance, digital purchase finance, salaried personal loans, etc. In the wholesale lending space, it extends loans to real estate developers as well as corporate clients. The consolidated retail operations are backed by a network of over 517 conventional branches and 76 microfinance branches across 26 states and Union Territories as of June 2025.

The Group forayed into the financial services sector with erstwhile Piramal Capital and Housing Finance Limited (PCHFL), a housing finance company (HFC) that provided both wholesale and retail finance across segments. PCHFL was chosen as the successful resolution applicant by DHFL's Committee of Creditors for the resolution of DHFL, an HFC catering to the low-and-middle-income borrower segment. The erstwhile PCHFL was reverse merged with DHFL, with effect from September 30, 2021, and the amalgamated entity (DHFL) was rechristened PCHFL. Thereafter, with the healthy growth in its non-housing retail lending book, PCHFL did not meet the principal business criteria (PBC) set for HFCs and it applied for a non-banking financial company-investment and credit company (NBFC-ICC) licence. It received this licence on April 4, 2025. Also, the company was rechristened Piramal Finance Limited (PFL) on March 22, 2025.

PEL, the erstwhile holding company of the Group, received its NBFC licence as a part of a planned corporate restructuring exercise, whereby the pharma business was demerged from PEL and housed under a separate listed entity – Piramal Pharma Limited (PPL); rated [ICRA]A1+. Further, PHL Fininvest Private Limited (PFPL), a wholly-owned subsidiary of PEL and the NBFC arm of the Group, was merged into PEL w.e.f. August 12, 2022.

To simplify the organisation structure and abide by the listing requirement of an upper layer NBFC, the management proposed a reverse amalgamation of PEL with PFL in Q1 FY2025. This scheme received RBI approval on April 8, 2025 and NCLT approval on September 11, 2025 with an effective date of September 16, 2025.

The Group also has strategic partnerships with financial institutions such as the Canada Pension Plan Investment Board, APG Asset Management and Ivanhoe Cambridge (subsidiary of Caisse de dépôt et placement du Québec; CDPQ) across investment platforms. Piramal Alternatives, the fund management business, provides customised financing solutions to select corporates through Piramal Credit Fund, a performing, sector-agnostic credit fund with capital commitment from CDPQ, and IndiaRF, a distressed asset investing platform with Bain Capital Credit, which invests in equity and/or debt across non-RE sectors. PEL also has a 50% stake in Pramerica Life Insurance (a joint venture with Prudential International Insurance Holdings) and equity investments in Shriram Group.

### Key financial indicators (audited)

| Consolidated                  | FY2024                | FY025                 | Q1 FY2026* |
|-------------------------------|-----------------------|-----------------------|------------|
| Total income <sup>#</sup>     | 10,057.6              | 9,402.6               | NA         |
| Reported total income         | 10,178.4 <sup>^</sup> | 10,611.9 <sup>^</sup> | 2,693.5    |
| PAT                           | (1,683.5)             | 485.5                 | 276.4      |
| Total managed assets          | 84,228.0              | 1,01,945.4            | 1,06,127.5 |
| Return on managed assets      | -1.9%                 | 0.5%                  | 1.0%       |
| Managed gross gearing (times) | 2.1                   | 2.7                   | 2.8        |
| Gross stage 3                 | 2.1%                  | 2.8%                  | 2.8%       |
| CRAR                          | 25.6%                 | 23.6%                 | 19.3%      |

Source: Company, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore; \*Limited review numbers; <sup>^</sup>Difference is largely due to reversal of provision on AIFs and other financial instruments, and recoveries from bad debt

### Status of non-cooperation with previous CRA: Not applicable

#### Any other information:

The Group faces prepayment risk, given the possibility of debt acceleration upon the breach of covenants, including financial covenants, operating covenants and rating-linked covenants. Upon failure to meet the covenants, if the company is unable to get waivers from the lenders/investors or they 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 | Current (FY2026) |                          |   | Chronology of rating history for the past 3 years |                   |              |                   |              |                   |
|------------|------------------|--------------------------|---|---|-------------------|--------------|-------------------|--------------|-------------------|
|            | Type             | Amount rated (Rs. crore) | Sep 26, 2025                                | FY2025  |                   | FY2024       |                   | FY2023       |                   |
|            |                  |                          |   | Date  | Rating            | Date         | Rating            | Date         | Rating            |
| NCD        | LT               | 22,250.00                | [ICRA]AA (Stable)                           |   | [ICRA]AA (Stable) | Apr 28, 2023 | [ICRA]AA (Stable) | Apr 29, 2022 | [ICRA]AA (Stable) |
|            |                  |                          |   | Dec 26, 2024                                      | [ICRA]AA (Stable) | Jul 05, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Oct 31, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Nov 24, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Dec 29, 2023 | [ICRA]AA (Stable) | -            | -                 |
| NCD        | LT               | 800.00                   | [ICRA]AA (Stable); reaffirmed and withdrawn | May 16, 2024                                      | [ICRA]AA (Stable) | Apr 28, 2023 | [ICRA]AA (Stable) | Apr 29, 2022 | [ICRA]AA (Stable) |
|            |                  |                          |   | Dec 26, 2024                                      | [ICRA]AA (Stable) | Jul 05, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Oct 31, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Nov 24, 2023 | [ICRA]AA (Stable) | -            | -                 |
|            |                  |                          |   | -   | -                 | Dec 29, 2023 | [ICRA]AA (Stable) | -            | -                 |
| NCD        | LT               | 5,540.00                 | [ICRA]AA (Stable)                           | -   | -                 | -            | -                 | -            | -                 |
| Retail NCD | LT               | 1,441.69                 | [ICRA]AA (Stable)                           | May 16, 2024                                      | [ICRA]AA (Stable) | Apr 28, 2023 | [ICRA]AA (Stable) | Apr 29, 2022 | [ICRA]AA (Stable) |
|            |                  |                          |   | Dec 26, 2024                                      | [ICRA]AA (Stable) | Jul 05, 2023 | [ICRA]AA (Stable) |              |                   |



| Instrument   | Current (FY2026) |                             |                              | Chronology of rating history for the past 3 years |                          |              |                          |              |                          |
|--|------------------|-----------------------------|------------------------------|---|--------------------------|--------------|--------------------------|--------------|--------------------------|
|  | Type             | Amount rated<br>(Rs. crore) | Sep 26,<br>2025              | FY2025  |                          | FY2024       |                          | FY2023       |                          |
|  |                  |                             |                              | Date  | Rating                   | Date         | Rating                   | Date         | Rating                   |
|  |                  |                             |                              | -   | -                        | Oct 31, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Nov 24, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Dec 29, 2023 | [ICRA]AA (Stable)        | -            | -                        |
| <b>Retail NCD</b>  | LT               | 3,000.00                    | [ICRA]AA (Stable)            | -   | -                        | -            | -                        | -            | -                        |
| <b>ST debt</b>   | ST               | -                           | -                            | May 16, 2024                                      | [ICRA]A1+                | Oct 31, 2023 | [ICRA]A1+                | -            | -                        |
|  |                  |                             |                              | Dec 26, 2024                                      | [ICRA]A1+; withdrawn     | Nov 24, 2023 | [ICRA]A1+                | -            | -                        |
|  |                  |                             |                              | -   | -                        | Dec 29, 2023 | [ICRA]A1+                | -            | -                        |
| <b>PP-MLD programme</b>  | LT               | 500                         | PP-MLD [ICRA]AA (Stable)     | May 16, 2024                                      | PP-MLD [ICRA]AA (Stable) | Apr 28, 2023 | PP-MLD [ICRA]AA (Stable) | Apr 29, 2022 | PP-MLD [ICRA]AA (Stable) |
|  |                  |                             |                              | Dec 26, 2024                                      | PP-MLD [ICRA]AA (Stable) | Jul 05, 2023 | PP-MLD [ICRA]AA (Stable) | -            | -                        |
|  |                  |                             |                              | -   | -                        | Oct 31, 2023 | PP-MLD [ICRA]AA (Stable) | -            | -                        |
|  |                  |                             |                              | -   | -                        | Nov 24, 2023 | PP-MLD [ICRA]AA (Stable) | -            | -                        |
|  |                  |                             |                              | -   | -                        | Dec 29, 2023 | [ICRA]AA (Stable)        | -            | -                        |
| <b>Subordinated bonds (Tier II)</b>                              | LT               | 1,500                       | [ICRA]AA (Stable)            | May 16, 2024                                      | [ICRA]AA (Stable)        | Apr 28, 2023 | [ICRA]AA (Stable)        | Apr 29, 2022 | [ICRA]AA (Stable)        |
|  |                  |                             |                              | Dec 26, 2024                                      | [ICRA]AA (Stable)        | Jul 05, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Oct 31, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Nov 24, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Dec 29, 2023 | [ICRA]AA (Stable)        | -            | -                        |
| <b>Long Term /Short Term-Fund Based/Non - Fund Based- Others</b> | LT/ST            | 9,550                       | [ICRA]AA (Stable)/ [ICRA]A1+ | May 16, 2024                                      | [ICRA]AA (Stable)        | Apr 28, 2023 | [ICRA]AA (Stable)        | Apr 29, 2022 | [ICRA]AA (Stable)        |
|  |                  |                             |                              | Dec 26, 2024                                      | [ICRA]AA (Stable)        | Jul 05, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Oct 31, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Nov 24, 2023 | [ICRA]AA (Stable)        | -            | -                        |
|  |                  |                             |                              | -   | -                        | Dec 29, 2023 | [ICRA]AA (Stable)        | -            | -                        |

Note: The above rating history pertains to DHFL, which was renamed PCHFL

LT – Long term; ST – Short term

## Complexity level of the rated instruments

| Instrument | Complexity indicator |
|------------|----------------------|
|------------|----------------------|

|  |         |
|--|---------|
| <b>NCD</b>   | Simple  |
| <b>Retail NCD</b>  | Simple  |
| <b>PP-MLD</b>  | Complex |
| <b>Subordinated bonds (Tier II)</b>                            | Simple  |
| <b>Long-term fund-based/Non-fund based bank lines – Others</b> | 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/<br>Sanction | Coupon rate         | Maturity date | Amount rated<br>(Rs. crore) | Current rating and<br>outlook                     |
|--------------|--|-------------------------------|---------------------|---------------|-----------------------------|---|
| INE516Y07485 | NCD  | Nov 22, 2023                  | Linked to 3M T-bill | Feb 21, 2025  | 600                         | [ICRA]AA (Stable);<br>reaffirmed and<br>withdrawn |
| INE516Y07485 | NCD  | Jan 30, 2024                  | Linked to 3M T-bill | Feb 21, 2025  | 200                         | [ICRA]AA (Stable);<br>reaffirmed and<br>withdrawn |
| INE641O07144 | NCD  | Sep 20, 2017                  | 7.96%               | Sep 18, 2026  | 167                         | [ICRA]AA (Stable)                                 |
| INE641O07144 | NCD  | Sep 20, 2017                  | 7.96%               | Sep 20, 2027  | 166                         | [ICRA]AA (Stable)                                 |
| INE516Y07246 | NCD  | Nov 03, 2020                  | 9.32%               | Nov 01, 2030  | 50                          | [ICRA]AA (Stable)                                 |
| INE516Y07295 | NCD  | Mar 30, 2021                  | 9.00%               | Mar 28, 2031  | 25                          | [ICRA]AA (Stable)                                 |
| INE516Y07329 | NCD  | Jun 29, 2021                  | 8.85%               | Jun 27, 2031  | 20                          | [ICRA]AA (Stable)                                 |
| INE516Y07444 | NCD  | Sep 28, 2021                  | 6.75%               | Sep 26, 2031  | 19,532.53                   | [ICRA]AA (Stable)                                 |
| INE516Y07519 | NCD  | Jan 07, 2025                  | 9.30%               | Jan 07, 2027  | 250.00                      | [ICRA]AA (Stable)                                 |
| INE202B07JQ6 | NCD  | Jun 17, 2025                  | 9.25%               | Jun 17, 2030  | 400.00                      | [ICRA]AA (Stable)                                 |
| INE202B07JU8 | NCD  | Jul 28, 2025                  | 9.10%               | June 28, 2030 | 110.00                      | [ICRA]AA (Stable)                                 |
| INE140A07179 | NCD  | Jul 14, 2016                  | 9.75%               | Jul 14, 2026  | 35.00                       | [ICRA]AA (Stable)                                 |
| INE140A07211 | NCD  | Jul 19, 2016                  | 9.75%               | Jul 17, 2026  | 5.00                        | [ICRA]AA (Stable)                                 |
| INE140A07807 | NCD  | Jul 09, 2024                  | 9.50%               | Jul 07, 2034  | 155.00                      | [ICRA]AA (Stable)                                 |
| INE140A07815 | NCD  | Feb 24, 2025                  | 9.10%               | Feb 23, 2035  | 75.00                       | [ICRA]AA (Stable)                                 |
| INE140A07849 | NCD  | May 08, 2025                  | 9.19%               | Aug 08, 2028  | 50.00                       | [ICRA]AA (Stable)                                 |
| INE140A07815 | NCD  | Jun 5, 2025                   | 9.10%               | Feb 23, 2035  | 140.00                      | [ICRA]AA (Stable)                                 |
| NA           | NCD (proposed)   | NA                            | NA                  | NA            | 6,609.47                    | [ICRA]AA (Stable)                                 |
| INE516Y07360 | Retail NCD   | Jul 23, 2021                  | 8.50%               | Jul 23, 2026  | 10.75                       | [ICRA]AA (Stable)                                 |
| INE516Y07378 | Retail NCD   | Jul 23, 2021                  | 8.75%               | Jul 23, 2031  | 0.12                        | [ICRA]AA (Stable)                                 |
| INE516Y07410 | Retail NCD   | Jul 23, 2021                  | 8.75%               | Jul 23, 2026  | 80.87                       | [ICRA]AA (Stable)                                 |
| INE516Y07428 | Retail NCD   | Jul 23, 2021                  | 9.00%               | Jul 23, 2031  | 154.01                      | [ICRA]AA (Stable)                                 |
| INE140A07740 | Retail NCD   | Nov 03, 2023                  | 9.05%               | Nov 03, 2026  | 131.35                      | [ICRA]AA (Stable)                                 |
| INE140A07757 | Retail NCD   | Nov 03, 2023                  | 9.00%               | Nov 03, 2025  | 272.91                      | [ICRA]AA (Stable)                                 |
| INE140A07765 | Retail NCD   | Nov 03, 2023                  | 9.20%               | Nov 03, 2028  | 72.75                       | [ICRA]AA (Stable)                                 |
| INE140A07773 | Retail NCD   | Nov 03, 2023                  | 9.35%               | Nov 03, 2033  | 55.89                       | [ICRA]AA (Stable)                                 |
| NA           | Retail NCD (proposed)  | NA                            | NA                  | NA            | 3,663.04                    | [ICRA]AA (Stable)                                 |
| INE641O08035 | Subordinated bonds<br>(Tier II)                                    | Sep 20, 2017                  | 9.55%               | Mar 08, 2027  | 500                         | [ICRA]AA (Stable)                                 |
| NA           | Subordinated bonds<br>(Tier II) – Proposed                         | NA                            | NA                  | NA            | 1,000                       | [ICRA]AA (Stable)                                 |
| NA           | Long Term /Short<br>Term-<br>Fund Based/Non -<br>Fund Based-Others | NA                            | NA                  | NA            | 9,550                       | [ICRA]AA (Stable);<br>/[ICRA]A1+                  |
| NA           | MLD (PP) programme<br>(proposed)                                   | NA                            | NA                  | NA            | 500                         | PP-MLD[ICRA]AA<br>(Stable)                        |

Source: PCHFL; ISIN details as on August 31, 2025

[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 |
|--|-----------|------------------------|
| Piramal Finance Limited (formerly Piramal Capital and Housing Finance Limited)               | *         | Full consolidation     |
| Piramal Enterprises Limited  |           | Full consolidation     |
| DHFL Advisory and Investment Private Limited   | 100%      | Full consolidation     |
| DHFL Holdings Limited  | 100%      | Full consolidation     |
| DHFL Investments Limited   | 100%      | Full consolidation     |
| PRL Agastya Offices Private Limited (formerly PRL Agastya Private Limited)                   | 100%      | Full consolidation     |
| Piramal Fund Management Private Limited  | 100%      | Full consolidation     |
| INDIAREIT Investment Management Co.  | 100%      | Full consolidation     |
| Piramal Alternatives Private Limited   | 100%      | Full consolidation     |
| Piramal Investment Advisory Services Private Limited   | 100%      | Full consolidation     |
| Piramal Investment Opportunities Fund  | 100%      | Full consolidation     |
| Piramal Securities Limited   | 100%      | Full consolidation     |
| Piramal Systems & Technologies Private Limited   | 100%      | Full consolidation     |
| Piramal Technologies SA  | 100%      | Full consolidation     |
| PEL Finhold Private Limited  | 100%      | Full consolidation     |
| Piramal Corporate Tower Private Limited (formerly Piramal Consumer Products Private Limited) | 100%      | Full consolidation     |
| Viridis Infrastructure Investment Managers Private Limited                                   | 100%      | Full consolidation     |
| Piramal Finance Sales & Services Private Limited   | 100%      | Full consolidation     |
| Piramal Payment Services Limited   | 100%      | Full consolidation     |
| Piramal Alternatives Trust   | 100%      | Full consolidation     |
| Piramal Alternatives India Access Fund   | 100%      | Full consolidation     |
| Piramal Phytocare Limited Senior Employees Option Trust (w.e.f. May 30, 2024)                | 100%      | Full consolidation     |
| Piramal Alternatives India Credit Opportunities Fund II                                      | 100%      | Full consolidation     |
| Pramerica Life Insurance Limited   | 50%       | Equity method          |
| India Resurgence ARC Private Limited   | 50%       | Equity method          |
| India Resurgence Asset Management Business Private Limited                                   | 50%       | Equity method          |
| India Resurgence Fund - Scheme 2   | 50%       | Equity method          |
| Piramal Structured Opportunities Fund  | 50%       | Equity method          |
| Asset Resurgence Mauritius Manager   | 50%       | Equity method          |
| India Resurgence Fund - Scheme 4   | 50%       | Equity method          |
| India Resurgence Scheme 2 – Fund 2   | 50%       | Equity method          |
| DHFL Ventures Trustee Company Private Limited  | 40%       | Equity method          |

Source: Company; As on June 30, 2025; \*The assigned rating is based on the consolidated financials of PEL and its subsidiaries and associates, including PFL, as PEL remained the holding entity until September 16, 2025. Going forward, the consolidated financials of the merged PFL, including PEL, will be considered for assessment. However, past financials for the merged PFL are currently unavailable

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## ICRA Limited

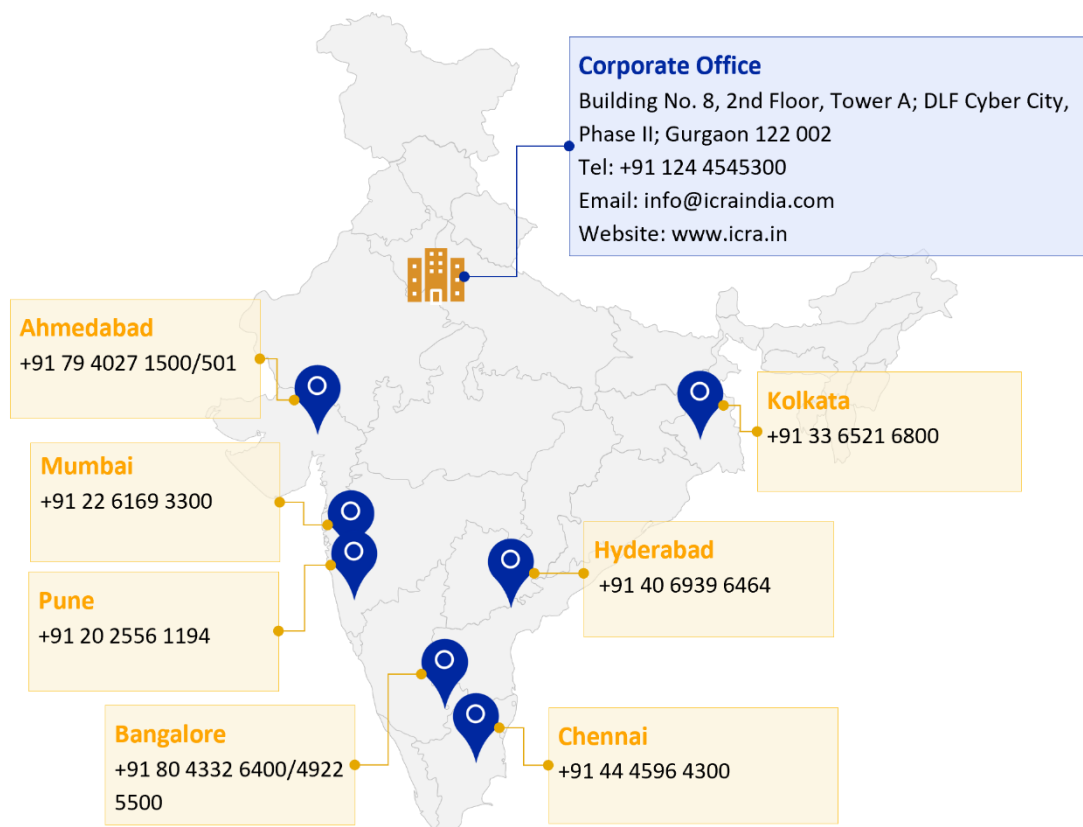


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### Branches



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