

October 14, 2025

Berar Finance Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Non-convertible debentures (NCDs)	34.00	-	[ICRA]BBB (Stable); withdrawn
Total	34.00	-	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the rating assigned to the Rs. 34.00-crore non-convertible debenture (NCD) programme of Berar Finance Limited (Berar) as no amount is outstanding against the same and the withdrawal is in accordance with ICRA's policy on the withdrawal of credit ratings.

The key rating drivers, liquidity position and rating sensitivities have not been captured as the rated instrument is being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	ICRA's Credit Rating Methodology for Non-banking Finance Companies (NBFCs) Policy on Withdrawal of Credit Ratings
Parent/Group support	Not applicable
Consolidation/Standalone	Standalone

About the company

Berar Finance Limited (Berar) is a Nagpur-based public, equity unlisted, deposit-taking non-banking financial company (NBFC) registered with the Reserve Bank of India (RBI). The company is promoted by Mr. M. G. Jawanjar and was incorporated in 1990. Berar primarily finances two-wheelers (2Ws). It also provides used car loans, personal loans and secured micro, small and medium enterprise (MSME) loans. Berar has now discontinued the used car loans segment.

While its operations are concentrated in Maharashtra, Berar has expanded to six other states, i.e. Chhattisgarh, Madhya Pradesh, Telangana, Gujarat, Karnataka and Odisha. As on June 30, 2025, the company's loan book was Rs. 1,416 crore.

Key financial indicators (audited)

Berar Finance Limited	FY2024	FY2025	Q1 FY2026*
Total income	252	295	81
Profit after tax	22	32	6
Total managed assets	1,351	1,622	NA
Return on managed assets	1.8%	2.2%	NA
Managed gearing (times)	3.3	3.7	NA
Gross stage 3	4.6%	4.4%	4.5%
CRAR	25.0%	22.3%	21.8%

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

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Current (FY2026)				Chronology of rating history for the past 3 years					
Instrument	Type	Amount rated (Rs. crore)	Oct 14, 2025	FY2025		FY2024		FY2023	
				Date	Rating	Date	Rating	Date	Rating
NCD programme	Long term	34.0	[ICRA]BBB (Stable); withdrawn	Nov 28, 2024	[ICRA]BBB (Stable)	Dec 07, 2023	[ICRA]BBB (Stable)	Oct 27, 2022	[ICRA]BBB (Stable)
									ISSUER NOT COOPERATING
						May 02, 2023	[ICRA]BBB (Stable)	Jun 02, 2022	[ICRA]BBB (Stable)
NCD programme	Long term	-	-	Nov 28, 2024	[ICRA]BBB (Stable); reaffirmed and withdrawn	Dec 07, 2023	[ICRA]BBB (Stable)	Oct 27, 2022	[ICRA]BBB (Stable)
									ISSUER NOT COOPERATING
						May 02, 2023	[ICRA]BBB (Stable)	Jun 02, 2022	[ICRA]BBB (Stable)
Market linked debenture long term	Long term	-	-	Nov 28, 2024	PP-MLD[ICRA]BBB (Stable); reaffirmed and withdrawn	Dec 07, 2023	PP-MLD[ICRA]BBB (Stable)	Oct 27, 2022	[ICRA]BBB (Stable)
									ISSUER NOT COOPERATING
						May 02, 2023	PP-MLD[ICRA]BBB (Stable)	Oct 27, 2022	PP-MLD [ICRA]BBB (Stable)
FD programme	Long term					Dec 07, 2023	[ICRA]BBB (Stable); reaffirmed and withdrawn	Oct 27, 2022	[ICRA]BBB (Stable)
									ISSUER NOT COOPERATING
						May 02, 2023	[ICRA]BBB (Stable); Put on notice for withdrawal for 6 months	Jun 02, 2022	[ICRA]BBB (Stable)

Current (FY2026)				Chronology of rating history for the past 3 years					
Instrument	Type	Amount rated (Rs. crore)	Oct 14, 2025	FY2025		FY2024		FY2023	
				Date	Rating	Date	Rating	Date	Rating
NCD programme	Long term					Dec 07, 2023	[ICRA]BBB (Stable); reaffirmed and withdrawn	Oct 27, 2022	[ICRA]BBB (Stable) ISSUER NOT COOPERATING
						May 02, 2023	[ICRA]BBB (Stable)	Jun 02, 2022	[ICRA]BBB (Stable)
Long term – Fund-based TL	Long term					May 02, 2023	[ICRA]BBB (Stable)	Oct 27, 2022	[ICRA]BBB (Stable) ISSUER NOT COOPERATING
								Jun 02, 2022	[ICRA]BBB (Stable)
Long term – Fund-based TL	Long term					May 02, 2023	[ICRA]A-(CE) (Stable)	Oct 27, 2022	[ICRA]A-(CE) (Stable) ISSUER NOT COOPERATING
								Jun 02, 2022	[ICRA] A-(CE) (Stable)
NCD programme	Long term					May 02, 2023	[ICRA]BBB (Stable)	Oct 27, 2022	[ICRA]BBB (Stable) ISSUER NOT COOPERATING
								Jun 02, 2022	[ICRA]BBB (Stable)

Complexity level of the rated instruments

Instrument	Complexity indicator
NCDs	Moderately Complex

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument name	Date of issuance/ Sanction	Coupon rate	Maturity date	Amount rated (Rs. crore)	Current rating and outlook
INE998Y07089	NCD programme	Mar 24, 2021	*	Feb 05, 2025	34.00	[ICRA]BBB (Stable); withdrawn

* 15% until Jun 15, 2021, 14.5% from Jun 15, 2021 until Sep 15, 2021, 14% from Sep 15, 2021 until Dec 15, 2021, and 13.9069% from Dec 15, 2021 until the final settlement date

Annexure II: List of entities considered for consolidated analysis

Not applicable

ANALYST CONTACTS

Karthik Srinivasan
+91 22 6114 3444
karthiks@icraindia.com

Neha Parikh
+91 22 6114 3426
neha.parikh@icraindia.com

Abhilash Rathi
+91 22 6114 3421
abhilash.rathi@icraindia.com

Anil Gupta
+91 124 4545 314
anilg@icraindia.com

Harsh Mange
+91 22 6114 3429
harsh.mange@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar
+91 22 6114 3406
shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

HELPLINE FOR BUSINESS QUERIES

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)
info@icraindia.com

ABOUT ICRA LIMITED

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited



Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.