

March 16, 2026

## Piramal Finance Limited (formerly Piramal Capital & Housing Finance Limited): Long-term rating upgraded to [ICRA]AA+ (Stable)

### Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
<b>Non-convertible debentures (NCDs)</b>	27,790.00	27,790.00	[ICRA]AA+ (Stable); upgraded from [ICRA]AA (Stable)
<b>Retail NCD</b>	4,168.78	4,168.78	[ICRA]AA+ (Stable); upgraded from [ICRA]AA (Stable)
<b>Retail NCD</b>	272.91	0.00	[ICRA]AA+ (Stable); upgraded from [ICRA]AA (Stable) and withdrawn
<b>Principal protected market-linked debenture (PP-MLD) programme</b>	500.00	500.00	PP-MLD [ICRA]AA+ (Stable); upgraded from PP-MLD [ICRA]AA (Stable)
<b>Subordinated (Tier II) bonds</b>	1,500.00	1,500.00	[ICRA]AA+ (Stable); upgraded from [ICRA]AA (Stable)
<b>Long-term/Short-term fund-based/Non-fund based others</b>	9,550.00	9,550.00	[ICRA]AA+ (Stable); upgraded from [ICRA]AA (Stable) [ICRA]A1+; reaffirmed
<b>Total</b>	<b>43,781.69</b>	<b>43,508.78</b>	

\*Instrument details are provided in Annexure I

### Rationale

The rating upgrade reflects Piramal Finance Limited's (PFL) improving market position as a diversified retail-focused lender at scale with a granular loan book, as evidenced by the rising share of retail assets and the substantial rundown of legacy stressed wholesale exposures. The rating action also factors in the strengthening borrowing profile, characterised by the increasing breadth and depth of funding sources and the investor base, along with the enhanced visibility on the improving profitability trajectory – particularly within the growth loan book, aided by operating efficiency. Further, the rating upgrade factors in the financial flexibility stemming from the letter of support extended by an entity owned by persons related to PFL's promoters. Also, the management's stated intent and demonstrated track record of releasing capital from non-core investments augurs well for the capitalisation profile, besides alleviating the drag on the overall profitability. In Q4 FY2026, PFL entered into an agreement to liquidate its stake in Shriram's general insurance business, which is expected to result in inflows of ~Rs. 600 crore in FY2027. Additionally, the sale of Piramal Imaging SA generated inflows of US\$148 million (~Rs. 1,350 crore) in Q4 FY2026, with a further inflow of US\$50–52 million anticipated in the subsequent period.

PFL's assets under management (AUM) expanded at a compound annual growth rate (CAGR) of ~17% over the past four years or so and it has ambitious plans of scaling at 20-25% p.a. in the medium term. As on December 31, 2025, the AUM stood at Rs. 96,690 crore, with the multi-product retail book contributing a significant ~84%, underscoring the successful transition towards a retail franchise. The diversified retail portfolio enables the company to achieve the desired risk-reward mix while aligning with the evolving operating environment. Although the headline asset quality metrics in the retail business have remained benign thus far, the ambitious growth aspirations keep the asset quality trajectory monitorable.

The ratings continue to factor in Piramal Finance Limited's (PFL) comfortable capitalisation, reflected in a net worth of Rs. 27,872 crore and gearing of 2.7x as on December 31, 2025, along with a strong liquidity profile. ICRA notes that capital and liquidity buffers are expected to strengthen further with the monetisation of the company's sizeable non-core investments, which would release Tier I capital. While reliance on borrowings is expected to increase as PFL scales up its loan book, the company is expected to maintain prudent capitalisation levels. In this context, a sustained increase in managed gearing beyond 5.0x would be credit negative.

The aforesaid strengths are partially offset by the portfolio vulnerability arising from the residual legacy wholesale book, though the same declined significantly to Rs. 5,230 crore as on December 31, 2025 from Rs. 43,174 crore in March 2022. While this book now constitutes ~5% of AUM, its accelerated rundown entailed elevated credit costs, with resolutions implying an average haircut of ~25%, which impacted profitability in the preceding years. Profitability was also constrained by alternative investment fund (AIF) related exposures, particularly following the Reserve Bank of India's (RBI) December 2023 regulatory changes. Although credit costs have moderated in recent periods, aided by provision reversals and recoveries, the sustainability of this trend remains monitorable, given the limited seasoning of the growth book, which includes unsecured loans (22%). In addition, the pre-provisioning operating profit (PPOP) remained subdued due to elevated operating expenses associated with the scale-up of the retail franchise.

Nevertheless, performance has improved in recent quarters aided by the scaling up of the retail business, optimisation of the existing branch infrastructure, and the declining drag from the non-yielding legacy wholesale assets. Moreover, one-off gains in recent years supported profitability, thereby limiting the impact on the net worth. ICRA notes that while the overall profitability remains subdued, the profitability in the growth segment is on an encouraging trajectory. Although improving operating efficiency is expected to support earnings, the company's ability to manage credit costs, particularly as the growth book seasons, will remain critical.

The Stable outlook reflects ICRA's belief that PFL would continue to see strengthening of its market position while maintaining 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. 272.91-crore retail 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

**Diversified and largescale retail lending operations with granular loan book** – PFL has transformed over the past few years to evolve into a diversified lender with increasing granularity in its portfolio. The AUM expanded at a healthy CAGR of ~15% over the past four years or so and the company has ambitious plans of scaling at 20-25% p.a. in the medium term. As on December 31, 2025, the AUM stood at Rs. 96,690 crore, with the multi-product retail book contributing a significant ~82%, underscoring the successful transition towards a retail franchise. As on December 31, 2025, the secured retail book comprised housing loans (32% of AUM), loan against property (LAP; 24%), used car loans (5%), and loan against mutual funds (1%) 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. 14 lakh and geographical 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 compared to other industry-leading non-banking financial companies (NBFCs).

On the wholesale lending side, PFL 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 December 2025 from 1% as of March 2022. The wholesale 2.0 AUM stood at Rs. 12,047 crore as of December 2025, comprising real estate (9% of AUM) and corporate mid-market loans (CMML; 3%). The average ticket size in the wholesale 2.0 book was Rs. 54 crore and the top 10 exposures accounted for 4% of the growth AUM (34% of the wholesale 2.0 book) as on December 31, 2025.

**Comfortable capitalisation with large net worth and modest financial leverage** – The Group's capitalisation profile stands comfortable and is characterised by large net worth of Rs. 27,872 crore and a gross gearing of 2.7 times (gross managed gearing

of 3.1<sup>1</sup> times) as on December 31, 2025. The capitalisation trajectory has been supported by fund-raising<sup>2</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. Likewise, incremental gains from the sale of non-core investments in Shriram Insurance (carrying book value of Rs. 1,700 crore as on December 31, 2025) are likely to further augment the capitalisation and free up Tier I capital to support growth besides enabling the accelerated write-off of the legacy book, if required. While reliance on borrowings is expected to increase as PFL scales up its loan book, the company is expected to maintain prudent capitalisation levels. In this context, a sustained increase in managed gearing beyond 5.0x would be credit negative.

While sizeable capital blocked in investments<sup>3</sup> is excluded while calculating the Tier I capital, the capitalisation profile remains comfortable with a consolidated capital-to-risk-weighted assets ratio (CRAR) of 20.3%<sup>4</sup> as on December 31, 2025. Over the longer term, the company intends to explore raising capital once the CRAR touches 18%. 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 comparatively high (net vulnerable portfolio<sup>5</sup>/Tier I capital), though it has eased meaningfully in the last few years.

**Improving borrowing franchise, though further strengthening remains imperative** – Given PFL's focus on scaling up the operations at a brisk pace, its ability to raise funds regularly from diverse avenues at competitive rates remains imperative. In this context, ICRA notes the year-on-year (YoY) increase in the long-term debt raised by the Group. It raised Rs. 24,737 crore in 9M FY2026 vis-à-vis Rs. 21,318 crore in FY2025, Rs. 17,456 crore in FY2024 and Rs. 5,712 crore in FY2023. As on December 31, 2025, the borrowings outstanding comprised non-convertible debentures (NCDs; 38%), bank loans (40%), commercial paper (CP; 5%), external commercial borrowings (ECBs; 9%) and securitisation (8%) compared to a higher share of NCDs (61%) with negligible securitisation and ECB borrowings as on March 31, 2023. In the preceding years, the Group had also achieved an elongation in the weighted average tenor of the borrowings and the share of short-term borrowings was 5% of the total borrowings as of December 2025. Furthermore, investor base diversification has improved, including banks, mutual funds, corporates, insurance companies, employee benefit funds and others. It comprises banks (49%), mutual funds (10%), individuals and corporates (9%), and insurance and employee benefit funds (9%) among others.

## Credit challenges

**Portfolio vulnerability, notwithstanding the cushion provided by comfortable capitalisation** – PFL's legacy wholesale 1.0 book has declined steadily over the last few years and stood at Rs. 5,230 crore as on December 31, 2025 compared to 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 redeployment of this capital to a more productive purpose and hence alleviation of the drag on the overall profitability. As of December 2025, the Group had provisions of Rs. 311 crore on the legacy book, translating to a provision coverage ratio (PCR) of 5.9%, 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

<sup>1</sup> Debt including off-balance sheet exposure

<sup>2</sup> Piramal Enterprise Limited (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>3</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 to have stood at 4.2 times as of Dec 25

<sup>4</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. CRAR is yet to reflect the ~245 basis points (bps) improvement due to the completion of the merger, as capital knocked off due to the investment in PFL stands released

<sup>5</sup> Includes net stage 2 and net stage 3 loans, net security receipts (SRs; pertaining to legacy wholesale book), land/project receivables, AIF investments and other legacy wholesale exposures

previously written-off AIF investments, gains on the sale of residual investments in Shriram entities<sup>6</sup>, and proceeds related to the earlier sale of Piramal Imaging SA<sup>7</sup>, besides potential tax benefits linked to carry forward of losses pertaining to DHFL, which have not yet been recognised. These would provide additional cushion to absorb any incremental losses from the legacy AUM. In this regard, 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 loans, personal loans, digital loans, and microfinance loans, wherein the industry witnessed an uptick in stress in the in the recent past. 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, it will have to effectively manage its growth aspirations across a wide spectrum of products and maintain healthy asset quality. Although the multi-product retail portfolio helps the company achieve the desired risk-reward mix while aligning with the evolving operating environment, the inability to exert good control on the asset quality on a sustained basis would affect the profitability trajectory, which has remained subdued in recent years.

**Subdued profitability, though improvement is evident** – PFL’s consolidated profitability has remained subdued and volatile in recent years due to elevated credit costs and periodic exceptional items. The PPOP has also been modest due to the significant share of non-yielding legacy wholesale assets and high operating expenses amid the ongoing retailisation. Additionally, the change in the accounting policy for fee income recognition, implemented in Q1 FY2026, impacted the top line in the last three quarters. Nonetheless, the management expects this impact to normalise in the upcoming two quarters, with direct contribution to the bottom line. Going forward, economies of scale in the retail segment and PFL’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 company is also expected to benefit from the prevailing begin interest rate cycle as ~54% of its borrowings carry floating interest rates. Further, given the underlying nature of the loan book, comprising a meaningful share of unsecured loans and wholesale loans, the borrower base exhibits relatively low interest rate sensitivity, providing the company with additional room to expand its lending spreads.

The annualised return on managed assets (RoMA) improved to 1.2% in 9M FY2026 from 0.5% in FY2025, following a net loss in FY2024. Though still subdued, the quarterly profitability has shown a steadily upward trend, with the annualised RoMA rising to 1.5% in Q3 FY2026 from 1.2% in Q2 FY2026 and 1.1% in Q1 FY2026. Importantly, profitability has remained relatively encouraging in the growth segment, with profit before tax/average managed assets (PBT/AMA) continuing to be in the range of 1.5-1.9% over the last few quarters, underscoring the improving earnings profile, albeit on a low base.

## Environmental and social risks

Given the service-oriented business, PFL’s 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.

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<sup>6</sup> In Q3 FY2026, PFL identified a potential buyer for its stake in Shriram Life Insurance. This investment, carried on its books at Rs. 335 crore, is proposed to be sold at Rs. 600 crore and the gain will primarily be used for writing off losses pertaining to the legacy book. PFL also holds a stake of ~Rs. 1,400 crore in Shriram General Insurance

<sup>7</sup> Expected to be received in Q4 FY2026

## Liquidity position: Strong

As of December 2025, PFL's asset-liability maturity profile was characterised by positive cumulative mismatches across the immediate-term buckets, including liquidity buffers in the form of sanctioned and undrawn bank lines. The consolidated cash and bank balance, along with liquid investments, stood at Rs. 7,504 crore as on December 31, 2025, equivalent to around 10% of the consolidated borrowings. ICRA notes that the company seeks to maintain on-balance sheet liquidity sufficient to cover debt repayments falling due over the ensuing 2-3 months. This, coupled with its satisfactory track record of collection efficiency, provides additional comfort. While taking cognisance of the elevated repayments related to the low-cost DHFL bonds scheduled in Q4 FY2027, ICRA notes the financial flexibility available to the company, supported by the comfortable leverage level. The financial flexibility is also supported by the letter of support extended by an entity owned by persons related to PFL's promoters.

## Rating sensitivities

**Positive factors** – A significant improvement in PFL's market position across product segments, while maintaining adequate asset quality indicators, and the ability to demonstrate strong profitability along with comfortable capitalisation on a sustained basis could be credit positives.

**Negative factors** – Sustained weakening in the asset quality or a moderation in the capitalisation, resulting in a deterioration in the solvency profile, or weakening in the financial flexibility on account of absence of the letter of support from the entity owned by the persons related to promoters could be a credit negative.

## Analytical approach

Analytical approach	Comments
Applicable rating methodologies	<a href="#">Rating Methodology for Non-banking Finance Companies (NBFCs)</a> <a href="#">Policy on Withdrawal of Credit Ratings</a>
Parent/Group support	While arriving at the rating, ICRA has considered the benefits accruing from availability of financial support from an entity owned by persons related to PFL's promoters, in case of any exigencies.
Consolidation/Standalone	ICRA has considered the consolidated financials of PFL. The list of consolidated entities is available in Annexure II.

## About the company

PFL is an upper layer NBFC with a presence in the retail and wholesale lending segment. As on December 31, 2025, its AUM stood at Rs. 96,690 crore. The 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 518 conventional branches and 76 microfinance branches across 26 states and Union Territories as of December 2025.

The Group forayed into the financial services sector with erstwhile Piramal Capital & 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.

Piramal Enterprise Limited (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 National Company Law Tribunal (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-real estate (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	9M FY2026*
	PEL – Consolidated	PEL – Consolidated	PFL – Consolidated after reverse merger
<b>Total income<sup>#</sup></b>	10,057.6	9,402.6	NA
<b>Reported total income</b>	10,178.4 <sup>^</sup>	10,611.9 <sup>^</sup>	8,565.5
<b>PAT</b>	(1,683.5)	485.5	1,004.4
<b>Total managed assets</b>	84,228.0	1,01,945.4	~1,13,900
<b>Return on managed assets</b>	-1.9%	0.5%	1.2%
<b>Managed gross gearing (times)</b>	2.1	2.7	3.1
<b>GNPA</b>	2.4%	2.8%	2.6%
<b>Gross stage 3</b>	3.6%	3.1%	2.7%
<b>CRAR</b>	25.6%	23.6%	20.3%

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:

PFL 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 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)	Mar 16, 2026	Sep 26, 2025	FY2025		FY2024		FY2023	
					Date	Rating	Date	Rating	Date	Rating
<b>NCD</b>	LT	27,790.00	[ICRA] AA+ (Stable)	[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>Retail NCD</b>	LT	4,168.78	[ICRA] AA+ (Stable)	[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>Retail NCD</b>	LT	272.91	[ICRA] AA+ (Stable); withdrawn	[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>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)	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)

Instrument	Current (FY2026)				Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs. crore)	Mar 16, 2026	Sep 26, 2025	FY2025		FY2024		FY2023	
					Date	Rating	Date	Rating	Date	Rating
					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)	[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+	[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/ Sanction	Coupon rate	Maturity date	Amount rated (Rs. crore)	Current rating and outlook
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)
INE202B07JW4	NCD	Oct 13, 2025	8.75%	Oct 29, 2027	2,500.00	[ICRA]AA+ (Stable)
NA	NCD (proposed)	NA	NA	NA	4,109.47	[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)
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)
INE140A07757	Retail NCD	Nov 03, 2023	9.00%	Nov 03, 2025	272.91	[ICRA]AA+ (Stable); withdrawn
INE641O08035	Subordinated bonds (Tier II)	Sep 20, 2017	9.55%	Mar 08, 2027	500	[ICRA]AA+ (Stable)
NA	Subordinated bonds (Tier II) – Proposed	NA	NA	NA	1,000	[ICRA]AA+ (Stable)
NA	Long- term/Short- term fund- based/Non- fund based others	NA	NA	NA	9,550	[ICRA]AA+ (Stable); /[ICRA]A1+
NA	MLD (PP) programme (proposed)	NA	NA	NA	500	PP-MLD[ICRA]AA+ (Stable)

Source: PFL; ISIN details as on February 28, 2026

[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 & Housing Finance Limited)	Rated company	Full consolidation
DHFL Advisory and Investment Private Limited (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	100%	Full consolidation
DHFL Holdings Limited (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	100%	Full consolidation
DHFL Investments Limited (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	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 (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	100%	Full consolidation
Piramal Systems & Technologies Private Limited (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	100%	Full consolidation
Piramal Technologies SA (up to October 2025)	100%	Full consolidation
PEL Finhold Private Limited (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	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 (merger with Piramal Investment Advisory Services Private Limited w.e.f. November 2025)	100%	Full consolidation
Piramal Payment Services Limited	100%	Full consolidation
Piramal Alternatives Trust	100%	Full consolidation
Piramal Alternatives India Access Fund	100%	Full consolidation
PFL Employee ESOP Trust (formerly Piramal Phytocare Limited Senior Employees Option Trust)	100%	Full consolidation
Piramal Alternatives India Credit Opportunities Fund II	100%	Full consolidation
Pramerica Life Insurance Limited	50%	Equity method
Paladin Consultancy Private Limited (formerly 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 Credit 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 December 31, 2025

Previously, the assigned rating was based on the consolidated financials of PEL and its subsidiaries and associates, including PFL, as PEL remained the holding entity until September 16, 2025. After September 16, 2025, PEL was reversed merger with PFL

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## ICRA Limited



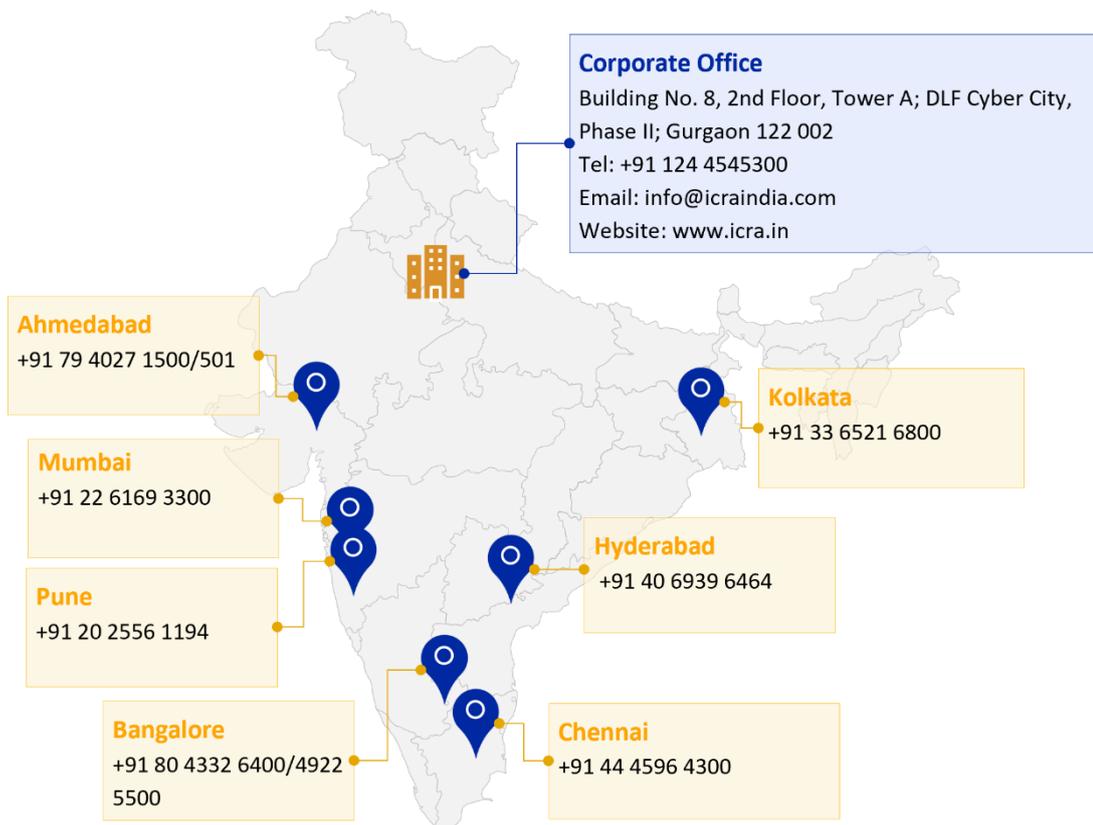
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### Branches



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