

October 12, 2023

Saija Finance Private Limited: Ratings withdrawn for PTCs backed by microfinance loan receivables securitisation transaction

Summary of rating action

Trust Name	Instrument*	Initial Rated Amount (Rs. crore)	Amount O/s after Last Surveillance (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
KiPlatform M22 – 006	PTC Series A1	4.99	0.18	0.00	[ICRA]AA+(SO); Withdrawn
	PTC Series A2	0.29	0.29	0.00	[ICRA]AA+(SO); Withdrawn

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the ratings for pass through certificates (PTCs) issued under microfinance loan receivables securitisation transaction originated by Saija Finance Private Limited. All the payouts to the investors in the above-mentioned instruments have been made and no further payments are due to the investors.

The key rating drivers, liquidity position, rating sensitivities have not been captured as the rating assigned to the instruments have been withdrawn. The previous detailed rating rationales of previous rating exercise is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Policy on Withdrawal of Credit Rating
Parent/Group Support	Not Applicable
Consolidation/Standalone	Not Applicable

About the originator

Saija Finance Private Limited's promoters, Mr. S.R. Sinha, and Mrs. Rashmi Sinha started microfinance operations in November 2007 as a programme under Saija Vikas, a society formed by them in July 2007. The current management acquired the nonbanking financial company (NBFC), Saija Finance Private Limited, in April 2008. The company was granted an NBFC microfinance institution (NBFC-MFI) license in December 2013 by the Reserve Bank of India (RBI). It follows the Grameen model of lending and offers loans under Saija Mahila Rin (group loans to women) and Saija Karobar Rin (loans for business). Saija's assets and liabilities were acquired by Dvara KGFS through a business transfer agreement (BTA) effective from January 1, 2023.

Key financial indicators

	FY2020	FY2021	FY2022
Total income	95	59	19
Profit after tax	2	(33)	(28)
Gross Assets under management	305	196	113
Gross NPA	4.3%	19.1%	12.5%
Net NPA	1.4%	13.8%	3.5%

Amount in Rs. crore

Source: Company's financial statements, ICRA Research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Sr. No.	Trust Name	Instrument	Current Rating (FY2024)		Chronology of Rating History for the past 3 years						
			Initial Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2024		Date & Rating in FY2023			Date & Rating in FY2022	Date & Rating in FY2021
					Oct 12, 2023	Jun 12, 2023	Sep 16, 2022	May 04, 2022	Apr 01, 2022*	--	--
1	KiPlatform M22 – 006	PTC Series A1	4.99	0.00	[ICRA]AA+(SO); Withdrawn	[ICRA]AA+(SO)	[ICRA]BBB+(SO)	[ICRA]BBB+(SO)	Provisional [ICRA]BBB+(SO)	--	--
		PTC Series A2	0.29	0.00	[ICRA]AA+(SO); Withdrawn	[ICRA]AA+(SO)	[ICRA]BBB(SO)	[ICRA]BBB(SO)	Provisional [ICRA]BBB(SO)	--	--

*Initial ratings assigned

Complexity level of the rated instrument

Trust Name	Instrument	Complexity Indicator
KiPlatform M22 – 006	PTC Series A1	Moderately Complex
	PTC Series A2	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, is available on ICRA's website [Click here](#)

Annexure I: Instrument details

Trust Name	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. Crore)	Current Rating
KiPlatform M22 – 006	PTC Series A1	March 2022	14.00%	November 2023	0.00	[ICRA]AA+(SO); Withdrawn
	PTC Series A2		16.00%		0.00	[ICRA]AA+(SO); Withdrawn

Source: Company

Annexure II: List of entities considered for consolidated analysis

Not Applicable

ANALYST CONTACTS

Abhishek Dafria

+91 22 6114 3440

abhishek.dafria@icraindia.com

Sachin Joglekar

+91 22 6114 3470

sachin.joglekar@icraindia.com

Gaurav Mashalkar

+91 22 6114 3431

gaurav.mashalkar@icraindia.com

Pratik Vora

+91 22 6114 3438

pratik.vora@icraindia.com

Vishal Oza

+91 22 6114 3432

vishal.oza@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

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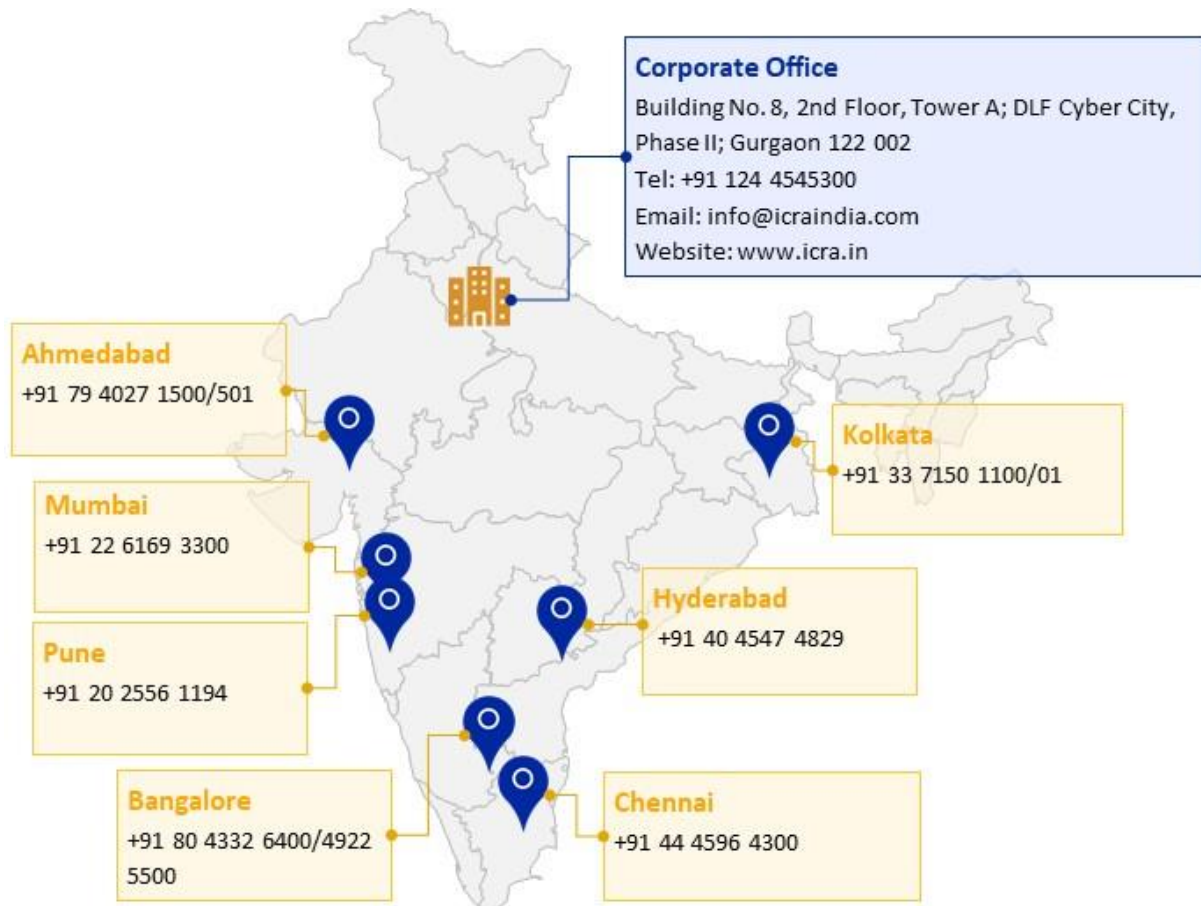
Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



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