July 27, 2026

Kalanjiam Development Financial Services: Continues to remain under issuer non-cooperating category, Rating downgraded based on best available information

Summary of rating action

Instrument^	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action	Financial Sector Regulator#
Long Term-Fund Based-Cash Credit	20.00	20.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BB-(Stable); ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category	RBI
Long Term-Fund Based-Term Loan	25.00	25.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BB-(Stable); ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category	RBI
Total	**45.00**	**45.00**		

**Issuer did not cooperate; based on best available information.*

^Instrument details are provided in Annexure-I

#SEBI's grievance redressal/dispute resolution and SEBI investor protection mechanisms such as SCORES and ODR shall not be available for activities and instruments which fall under the regulatory purview of Financial Sector Regulators other than SEBI.

Rationale

ICRA has downgraded ratings of Kalanjiam Development Financial Services in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]B+(Stable); ISSUER NOT COOPERATING".

The rating is downgrade because of lack of adequate information regarding Kalanjiam Development Financial Services's performance and hence the uncertainty around its credit risk. ICRA assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its "Policy in respect of non-cooperation by a rated entity" available at www.icra.in. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

As part of its process and in accordance with its rating agreement with Kalanjiam Development Financial Services, ICRA has been trying to seek information from the entity so as to monitor its performance further. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities, Key Financials Indicators: Click here ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Non-Banking Finance Companies (NBFCs) Policy in respect of non-cooperation by the rated entity
Parent/group Support	Not Applicable
Consolidation/standalone	Standalone

About the company

KDFS is promoted by DHAN Foundation and is registered under Section 8 of the Companies Act, 2013. It is a not-for-profit organisation. DHAN Foundation specifically works for the upliftment of the poor and disadvantaged segment of the community and has been in existence for the last three decades. KDFS undertakes on-lending to self-help groups (SHGs) with the objective of bridging the gap between banks and SHGs. Currently, all SHGs promoted by DHAN Foundation can only enrol as members of KDFS. KDFS is also involved in non-financial activities such as leadership training to the community, women empowerment, skill building, debt counselling to the community, facilitation of bank linkage by setting system standards, etc.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for past three years

Instrument	Current rating (FY2027)			Chronology of rating history for the past 3 years					
				FY2026		FY2025		FY2024	
	Type	Amount rated (Rs crore)	July 27, 2026	Date	Rating	Date	Rating	Date	Rating
Long Term-Fund Based-Cash Credit	Long-Term	20.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING	May 29, 2025	[ICRA]BB-(Stable); ISSUER NOT COOPERATING	-	-	February 22, 2024	[ICRA]BB-(Stable)
Long Term-Fund Based-Term Loan	Long-Term	25.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING	May 29, 2025	[ICRA]BB-(Stable); ISSUER NOT COOPERATING	-	-	February 22, 2024	[ICRA]BB-(Stable)

Complexity level of the rated instruments

Instrument	Complexity indicator
Long Term-Fund Based-Cash Credit	Simple
Long Term-Fund Based-Term Loan	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 No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook	Financial Sector Regulator#
NA	Long Term-Fund Based-Cash Credit	-	-	-	14.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING	RBI
NA	Long Term-Fund Based-Cash Credit-Unallocated	-	-	-	6.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING	RBI
NA	Long Term-Fund Based-Term Loan	Sep 2021 to Dec 2023		Aug 2024 to Dec 2026	20.13	[ICRA]B+(Stable); ISSUER NOT COOPERATING	RBI
NA	Long Term-Fund Based- Term Loan-Unallocated	Not Available$	-	Not Available$	4.87	[ICRA]B+(Stable); ISSUER NOT COOPERATING	RBI

Source: Kalanjiam Development Financial Services

$Dates of issuance and maturity could not be ascertained due to non-cooperation by the issuer and non-availability of information in the records available with ICRA

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Please Click here to view details of lender-wise facilities rated by ICRA

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

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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.

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