

Satin Creditcare Network Ltd.

May 15, 2018

Summary of Rated Instrument

Sl.	Trust Name	Instrument*	Initial Amount (Rs. crore ¹)	Amount O/s after Apr-18 Payout (Rs. crore)	Rating action
1	Vivriti Yoda 009 2017	PTC Series A1	28.60	0.00	[ICRA]A+(SO) Withdrawn

*Instrument details are provided in Annexure I

Rating Action

ICRA has withdrawn the ratings for PTC A1 issued under a micro finance receivables securitization transaction by Satin Creditcare Network Ltd. (Satin), as tabulated above.

Rationale

All the payouts to the investors in the above mentioned instrument has been made and no further payment is due to the investors.

Key rating drivers

Credit Strengths

- N.A.

Credit Weakness

- N.A.

Description of key rating drivers highlighted above:

N.A.

Key rating assumptions

N.A.

Analytical approach:

N.A.

Links to applicable Criteria

[ICRA's Policy on Withdrawal and Suspension of Credit Rating](#)

¹ 100 lakh = 1 crore = 10 million

About the Company:

Satin Creditcare Network Ltd. (Satin) was set up in 1990 with the concept of providing individual business loans to urban shopkeepers and entered into group lending to the rural poor only in 2008. It was registered with RBI as deposit taking Non-Banking Finance Company (NBFC) under the name Satin Leasing and Finance Company Limited. In 1994, it was converted into a public limited company and was renamed as Satin Creditcare Network Limited in 2000. The Company stopped accepting public deposits with effect from 20th November 2004 and the classification of the company changed from Category A (Deposit taking) to Category B (Non-Deposit Taking) by RBI in Feb 2009. ICRA has a rating outstanding of [ICRA]BBB+(Stable) and [ICRA]A2 on the debt instruments and commercial papers respectively of Satin.

The company is engaged in microfinance operations across many states in India. The company's urban microfinance operation is primarily based on the individual loan model and serves clients in 18 states/UTs. The rural microfinance operation is based on the Grameen Bank Joint Liability Group (JLG) model and currently operates across 270 districts as on Nov-17. Satin is listed on the National, Bombay and Kolkata stock exchanges. As on Dec-17, the JLG portfolio of the company stood at Rs. 4,233 crore.

Satin reported a PAT of Rs. 24.5 crores on managed assets of Rs 3,556 crores in FY2017 as against Rs. 57.9 crores on managed assets of Rs 3,271 crores in FY2016. The regulatory capital adequacy as on Mar-17 stands at 24.1%. As on December 2017, the 0+ dpd and 30+ dpd levels for the portfolio stood at 13.7% and 12.0% respectively.

Key Financial Indicators

Particulars	FY2016	FY2017
Net interest income (Rs. crore)	177.4	215.7
Profit after tax (Rs. crore)	57.9	24.5
Total Assets (Rs. crore)	3,303	4,748
CRAR (%)	16.82%	24.14%
Gearing (times)	8.53	6.14
% Net profit/Average Managed Assets	1.6%	0.5%
% Return on net worth	22.39%	5.10%
Net NPA/Net worth	0.85%	59.55%

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years:

Table:

S.No	Name of Instrument	Current Rating			Month-year & Rating	Chronology of Rating History for the past 3 years	
		Type	Rated amount (Rs. Crores)	Amount outstanding (Rs. Crores)		Month- year & Rating	
						December 2017	September 2017*
1	Vivriti Yoda 009 2017	PTC Series A1	28.60	Nil	[ICRA]A+(SO) Withdrawn May 2018	[ICRA]A+(SO)	Provisional [ICRA]A+(SO)

**Initial rating assigned*

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure I

Details of Instruments

Sl.	Trust Name	Instrument	Date of Issuance	Coupon Rate (p.a.)	Scheduled Maturity Date	Rated Amount (Rs. crore ²)	Current Rating
1	Vivriti Yoda 009 2017	PTC Series A1	September 2017	9.10%	April 2019	28.60	[ICRA]A+(SO) Withdrawn

² 100 lakh = 1 crore = 10 million

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