

	Levels of Complexity for instruments rated by CARE	
	Name of the instrument	CARE's classification
General		
	Fixed Deposits	Simple
	Inter Corporate Deposit	Simple
	Commercial Paper (Fixed Rate)	Simple
	Commercial Paper (Linked to bench mark rate)	Complex
	Non-Convertible Bonds (Fixed Rate)	Simple
	Non-Convertible Bonds (Fixed Rate with Put & Call)	Complex
	NCD- Floating Rate (Yield linked to bench mark)	Complex
	NCD- Floating Rate (Put/Call, Floor/cap)	Highly Complex
	Fully Convertible Bonds/Debentures	Complex
	Partially Convertible Bonds/Debentures	Complex
	Optionally Fully Convertible Bonds/Debentures	Highly Complex
	Deep Discount Bonds	Complex
Banking Sector		
	Certificate of Deposits	Simple
	Lower Tier - II Subordinated bonds	Complex
	Perpetual Non Cumulative Preference Shares (PNCPS)- TIER - I)	Highly Complex
	Innovative Perpetual Debt Instruments (IPDI) - TIER I	Highly Complex
	Perpetual Cumulative Preference Shares (PCPS) - UPPER TIER II	Highly Complex
	Redeemable Cumulative Preference Shares (RCPS) - UPPER TIER II	Highly Complex
	Redeemable Non Cumulative Preference Shares (RNCPS) - UPPER TIER II	Highly Complex
	Upper Tier II Bonds	Highly Complex

Structured Finance		
	Structured Bonds	
	Bonds backed by defined cashflow with escrow account	Complex
	Bonds backed by Guarantee	Complex
	Bonds backed by Partial Guarantee	Highly Complex
	Asset Backed Securities (ABS) - Pass Through Certificates (PTC)	
	/ Bilateral Assignment	
	Fixed Rate - Prepayment protected	Highly Complex
	Fixed Rate - Prepayment not protected	Highly Complex
	Floating Rate - Prepayment protected	Highly Complex
	Floating Rate - Prepayment not protected	Highly Complex
	Mortgage Backed Securities (MBS) - Pass Through Certificates (PTC)	
	/ Bilateral Assignment	
	Fixed Rate - Prepayment protected	Highly Complex
	Fixed Rate - Prepayment not protected	Highly Complex
	Floating Rate - Prepayment protected	Highly Complex
	Floating Rate - Prepayment not protected	Highly Complex
	Reset of Yields - Prepayment protected	Highly Complex
	Reset of Yields - Prepayment not protected	Highly Complex
	Repackaged Instrument backed by ABS or MBS - Pass Through Certificates (PTC)	
	Fixed Rate - Prepayment protected	Highly Complex
	Fixed Rate - Prepayment not protected	Highly Complex
	Floating Rate - Prepayment protected	Highly Complex
	Floating Rate - Prepayment not protected	Highly Complex
	Collateralised Debt Obligation (CDO)	
	Single Loan Sell Down (SLSD) - Fixed Rate	Complex

	Single Loan Sell Down (SLSD) - Floating Rate	Complex
	Multi Loan CDO	Highly Complex
	Multi Loan CDO - Fixed Rate	Highly Complex
	Multi Loan CDO - Floating Rate	Highly Complex
	Bonds structured for pool financing for Urban Local Bodies (ULB)	Highly Complex