

<b>Levels of Complexity for instruments rated by CARE</b>		
	<b>Name of the instrument</b>	<b>CARE's classification</b>
<b>General</b>		
	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
<b>Banking Sector</b>		
	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

<b>Structured Finance</b>		
	<b>Structured Bonds</b>	
	Bonds backed by defined cashflow with escrow account	Complex
	Bonds backed by Guarantee	Complex
	Bonds backed by Partial Guarantee	Highly Complex
	<b>Asset Backed Securities (ABS) - Pass Through Certificates (PTC)</b>	
	<b>/ Bilateral Assignment</b>	
	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
	<b>Mortgage Backed Securities (MBS) - Pass Through Certificates (PTC)</b>	
	<b>/ Bilateral Assignment</b>	
	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
	<b>Repackaged Instrument backed by ABS or MBS - Pass Through Certificates (PTC)</b>	
	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
	<b>Collateralised Debt Obligation (CDO)</b>	
	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
	<b>Bonds structured for pool financing for Urban Local Bodies (ULB)</b>	Highly Complex