

Annexure VII

Cumulative Default Rate

CARE's average Default Rates for the last five financial year period
(FY2014- FY2018) - Non Structured Instrument

	Weighted Average Default rate for the last five financial year period	
Rating Category	One year Default rate	Three year Cumulative default rate
AAA	0.00%	0.00%
AA	0.10%	1.11%
A	0.31%	2.01%
BBB	1.57%	5.92%
BB	4.25%	9.11%
B	7.43%	12.63%
C	19.80%	27.89%

CARE's average Default Rates for the last five financial year period
(FY2014 - FY2018) - Structured Instrument

	Weighted Average Default rate for the last five financial year period	
Rating Category	One year Default rate (%)	Three year Cumulative default rate (%)
AAA	0.00%	0.00%
AA	0.00%	0.27%
A	1.03%	1.44%
BBB	1.12%	3.16%
BB	7.53%	13.14%
B	30.00%	40.00%
C	33.33%	50.00%