

Long-run¹ average default rates (for the period FY2012-2022)

For long term instruments,

Rating Category	1-Year Default Rate	2-Year Cumulative Default Rate	3-Year Cumulative Default Rate
AAA	0.6%	1.5%	2.4%
AA	0.4%	1.2%	2.1%
A	0.6%	1.7%	3.2%
BBB	1.4%	3.9%	6.9%
BB	4.4%	8.7%	12.8%
B	6.6%	12.1%	16.7%
C	23.6%	37.8%	47.5%

For short term instruments,

Rating Category	1-Year Default Rate
A1+	0.2%
A1	0.6%
A2	0.7%
A3	1.3%
A4	4.8%

Short-run² average default rates (for the period FY2018-2022)

For long term instruments,

Rating Category	1-Year Default Rate	2-Year Cumulative Default Rate	3-Year Cumulative Default Rate
AAA	0.1%	1.7%	3.5%
AA	0.3%	2.2%	3.8%
A	0.3%	1.1%	2.4%
BBB	1.1%	3.8%	7.1%
BB	3.6%	7.4%	11.1%
B	4.3%	9.3%	14.1%
C	15.9%	29.1%	38.7%

For short term instruments,

Rating Category	1-Year Default Rate
A1+	0.3%
A1	0.3%
A2	0.7%
A3	1.2%
A4	4.3%

¹ Long-run represents period of up to 120 monthly static pools

² Short-run represents most recent period of up to 48 monthly static pools

Following is the list of entities, where default on an unrated instrument is recognized as default for default rate computation³

1. Krish Cereals Private Limited
2. Shreeya Peanuts Private Limited

³ This is in line with SEBI Circular dated June 13, 2019 and Standard Operating Procedure framed in consultation with SEBI and Other CRAs.