

Central Bank of India (Revised)

January 04, 2020

Ratings

Instrument	Amount (Rs. crore)	Rating	Rating Action
Upper Tier II Bonds – Series IV	-	-	Withdrawn
Upper Tier II Bonds – Series V	-	-	Withdrawn

Details of instruments/facilities in Annexure-1
Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the ratings assigned to the Upper Tier II Bonds of Central Bank of India with immediate effect, as the bank has exercised call option on both instruments rated by us and there is no amount outstanding under the issue/facility as on date.

Analytical approach: Not applicable

Applicable criteria:

[Policy on withdrawal of ratings](#)

About the Company

Central Bank of India (CBI) was founded on December 21, 1911 by Sir Sorabjee Pochkhanawalla with Sir Pherozeshah Mehta as Chairman. CBI was the first commercial bank to be established in India. CBI functioned as a private sector bank until 1969. In 1969, CBI was nationalized along with 13 other banks. CBI is one of the major players in the Indian banking system with an asset base of Rs.3,56,435 crore as on March 31, 2020.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	22,638	23562
PAT	-5,641	-1,121
Interest coverage (times)	0.49	0.94
Total Assets [^]	3,19,749	3,56,435
Net NPA (%)	7.73	7.63
ROTA (%)	-1.77	-0.33

A: Audited [^]Net Assets

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

ISIN	Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Issue Size (Rs. Crore)	Rating assigned along with Outlook
INE483A09211	Bonds-Upper Tier II	20-Jan-10	8.63%	20-Jan-25	0	Withdrawn
INE483A09229	Bonds-Upper Tier II	11-Jun-10	8.57%	11-Jun-25	0	

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding	Rating	Date(s) & Rating(s)	Date(s) & Rating(s)	Date(s) & Rating(s)	Date(s) & Rating(s)

			(Rs. crore)		assigned in 2019-2020	assigned in 2018-2019	assigned in 2017- 2018	assigned in 2016-2017
1.	Bonds-Upper Tier II	LT	-	-	1)CARE A-; Stable (30-Dec-2019) 2) CARE A-; Stable (24-May-2019)	1)CARE A-; Stable (20-Mar-2019) 2) CARE A-; Stable (12-Feb-2019) 3) CARE A-; Stable (25-Dec-2018) 4) CARE A-; Stable (22-Nov-2018) 5) CARE A-; Stable (08-Aug-2018) 6) CARE A-; Stable (24-May-2018)	1)CARE A-; ; Stable (05-Feb- 18) 2)CARE A-; ; Negative (15-Dec- 17) 3)CARE A-; ; Negative (11-Aug- 17) 4)CARE A; Negative (03-Aug- 17) 5)CARE A; Negative (11-Apr- 17)	1)CARE A+; Negative (29-Dec-16) 2)CARE A+ (23-Aug-16)
2.	Bonds-Upper Tier II	LT	-	-	1)CARE A-; Stable (30-Dec-2019) 2) CARE A-; Stable (24-May-2019)	1)CARE A-; Stable (20-Mar-2019) 2) CARE A-; Stable (12-Feb-2019) 3) CARE A-; Stable (25-Dec-2018) 4) CARE A-; Stable (22-Nov-2018) 5) CARE A-; Stable (08-Aug-2018) 6) CARE A-; Stable (24-May-2018)	1)CARE A-; ; Stable (05-Feb- 18) 2)CARE A-; ; Negative (15-Dec- 17) 3)CARE A-; ; Negative (11-Aug- 17) 4)CARE A; Negative (03-Aug- 17) 5)CARE A; Negative (11-Apr- 17)	1)CARE A+; Negative (29-Dec-16) 2)CARE A+ (23-Aug-16)

Annexure 3: Complexity levels of the rated instrument

Sr. No.	Name of the Instrument	Complexity Level
1.	Upper Tier II bonds	Highly Complex
2.	Upper Tier II bonds	Highly Complex

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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