

ICICI Bank Limited

March 08, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Infrastructure Bonds	43,900.00 (Enhanced from 33,900.00)	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Unsecured Redeemable Bonds (Erstwhile ICICI Limited)	665.31	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Lower Tier II Bonds	5,279.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Tier II Bonds ^{&}	10,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Tier I Bonds [#]	13,500.00	CARE AA+; Stable (Double A Plus; Outlook: Stable)	Reaffirmed
Total Long-term Instruments	73,344.31 (Rs. Seventy-three thousand three hundred forty-four crore and thirty-one lakh only)		
Certificate Of Deposit	50,000.00	CARE A1+ (A One Plus)	Reaffirmed
Total Short-term Instruments	50,000.00 (Rs. Fifty thousand crore only)		
Fixed Deposit	Ongoing	CARE AAA (FD); Stable [Triple A (Fixed Deposit); Outlook: Stable]	Reaffirmed

Details of instruments/facilities in Annexure-1

[&]Tier II Bonds under Basel III are characterised by a 'Point of Non-Viability' (PONV) trigger due to which the investor may suffer a loss of principal. PONV will be determined by the Reserve Bank of India (RBI) and is a point at which the bank may no longer remain a going concern on its own unless appropriate measures are taken to revive its operations and thus, enable it to continue as a going concern. In addition, the difficulties faced by a bank should be such that these are likely to result in financial losses and raising the Common Equity Tier I capital of the bank should be considered as the most appropriate way to prevent the bank from turning non-viable.

[#]CARE Ratings Ltd has notched down the rating of the aforesaid Basel III Compliant Tier-I Perpetual Bonds [Additional Tier I Bonds (Basel III)] after taking into consideration its key features as mentioned below:

- The bank has full discretion at all times to cancel coupon payments.
- The coupon is to be paid out of current year profits. However, if the current year's profits are not sufficient, i.e., payment of such coupon is likely to result in the losses during the current year, the balance of coupon payment may be made out of the revenue reserves including statutory reserves and/or credit balance in profit and loss account and excluding share premium, revaluation reserve, foreign currency translation reserve, investment reserve and reserves created on amalgamation provided the bank meets the minimum regulatory requirements for Common Equity Tier I [CET I], Tier I and total capital ratios and capital buffer frameworks as prescribed by the RBI.
- The instrument may be written-down upon CET I breaching the pre-specified trigger of 5.5% before March 31, 2019, and 6.125% on and after March 31, 2019, or written-off / converted into common equity shares on occurrence of the trigger event called point of non-viability (PONV). The PONV trigger shall be determined by RBI.

Any delay in the payment of interest/principal (as the case may be) due to invocation of any of the features mentioned above would constitute as an event of default as per CARE Ratings Ltd's definition of default and as such these instruments may exhibit a somewhat sharper migration of the rating compared with other subordinated debt instruments.

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Detailed Rationale & Key Rating Drivers

The ratings assigned to various debt instruments of ICICI Bank Limited (IBL) factor-in the position of IBL as the second-largest private sector bank in India in terms of business and its designation as Domestic Systematically Important Bank (D – SIB) by the Reserve Bank of India (RBI). The bank's strong market position is supported by established franchise with a widespread branch network driving granular asset book growth and also a strong deposit franchise with a healthy current account savings account (CASA) mix. The ratings continue to derive strength from its strong capitalisation profile with CET I ratio of 15.8% as on December 31, 2021 (17.6% including 9MFY22 profits) and strong ability to raise capital including potential fund raise from stake sale in the subsidiaries. Such capital cushion along with robust improvement in operating profitability provides comfort in managing the asset quality and any potential stress that may arise due to COVID-19.

Rating Sensitivities

Positive Factors - Factors that could lead to positive rating action/upgrade:

- Not Applicable.

Negative Factors- Factors that could lead to negative rating action/downgrade:

- The decline in the asset quality parameters over with net non-performing assets (NNPA) ratio of over 5% on a sustained basis.
- The decline in profit for a sustained basis leading to deterioration in capitalisation levels below 15%.
- Moderation in profitability on a sustained basis.

Detailed description of the key rating drivers

Key Rating Strengths

Strong market leadership with an established franchise and systemic importance

IBL is the second-largest private sector bank in India in terms of assets size and is designated as one of the D-SIB in the country. The total balance sheet size of the bank on a standalone basis stood at Rs.1,354,196 crore as on December 31, 2021. As per RBI's press release dated January 04, 2022, the bank has been classified as one of the three D-SIBs in India and is mandated to maintain additional CET I capital of 0.20% of the risk weighted assets. The ICICI group has a unique franchise with a presence across customer segments, products and geographies, strong technology capabilities and a diverse talent pool. The bank's strong market leadership is complemented by its robust franchise, spread pan India with 5,298 branches and 13,846 automated teller machines (ATMs) as on December 31, 2021.

The bank also has an international presence with branches in the United States, Singapore, Bahrain, Hong Kong, Dubai International Finance Centre, South Africa, China, Offshore Banking Unit (OBU), and International Financial Services Centre (IFSC) Banking Unit (IBU) and representative offices in the United Arab Emirates, Bangladesh, Malaysia, Nepal and Indonesia. The bank also has wholly-owned subsidiaries in the United Kingdom and Canada with branches across both countries. ICICI Bank UK also has an offshore branch in Germany.

Healthy capitalisation levels

Over the years, the bank has been able to maintain healthy capitalisation levels by way of timely infusion of equity capital as well as issuing of bonds applicable for capital adequacy apart from adding retained earnings to the net worth. As on December 31, 2021, IBL was required to maintain minimum Tier-1 capital ratio of 9.70% and minimum total capital ratio of 11.70%. The minimum total capital requirement includes a capital conservation buffer of 2.5% and capital surcharge of 0.20% on account of the bank being designated as a D-SIB. During FY21 (refers to the period April 1 to March 31), the bank raised equity capital of Rs.15,000 crore by way of qualified institutional placement (QIP) which protects the bank's balance sheet to absorb any asset quality stress due to the Covid-19 pandemic. As on December 31, 2021, the bank's capitalisation parameters (including profits for 9MFY22) were comfortable with the capital adequacy ratio (CAR) (under Basel III) of 19.79% (March 31, 2021: 19.12%) with Common Equity Tier I (CET I) Ratio of 17.64% (March 31, 2021: 16.80%) and Tier I CAR of 18.81% (March 31, 2021: 18.06%). The bank reported strong improvement in the operating profitability during 9MFY22 which aided the capitalisation profile.

Strong resource profile

The bank has a strong retail franchise which helps in the mobilisation of low-cost deposits and has helped the bank in consistently maintaining healthy CASA mix. The total deposits and CASA proportion stood at Rs.1,017,467 crore (March 31, 2021: Rs.932,522 crore) and 47.24% (March 31, 2021: 46.29%), respectively, as on December 31, 2021. The average cost of deposits for the bank stood at 3.55% for 9MFY22 (FY21: 4.12%).

The bank's borrowings comprising borrowings by way of debt instruments and overseas borrowings, constituted around 8.09% of total liabilities (March 31, 2021: 7.44%) and stood at Rs.109,585 crore (March 31, 2021: 91,631 crore) as on December 31, 2021.

Experienced management

The bank has experienced members as Directors, who are headed by Mr Girish Chandra Chaturvedi (Chairman) w.e.f. July 1, 2018. Mr Chaturvedi (IAS officer, Uttar Pradesh 1977 batch), retired in January 2013 as the Secretary of Ministry of Petroleum and Natural Gas. Prior to his retirement from Indian Administrative Services, Mr Chaturvedi served Government of India at various levels across a number of sectors, including banking, insurance, pension, health, family welfare and petroleum and natural gas.

Mr Sandeep Bakhshi is the Managing Director and CEO of ICICI Bank since October 15, 2018. Prior to his appointment as MD and CEO, he was a whole-time director and the Chief Operating Officer (COO) of the bank. Mr Bakhshi has been with the ICICI group for 32 years and has handled various assignments across the group in ICICI Limited, ICICI Lombard General Insurance, ICICI Bank and ICICI Prudential Life Insurance.

The bank has three executive directors, Mr Anup Bagchi (Retail), Ms Vishakha Mulye (Wholesale Banking) and Mr Sandeep Batra (Corporate Centre), who have been associated with the ICICI group for more than 25 years and have rich experience of handling various responsibilities in the banking domain.

Improved profitability parameters

The bank saw its net interest income (NII) grow by 17.20% during FY21 to Rs.38,989 crore which helped the bank's NIM improve by 12 bps to 3.35% for FY21 as compared with 3.23% for FY20. Furthermore, the bank's NII increased by 15.32% during FY21. As a result, the bank's total income increased by 7.49% during FY21 over FY20. The bank's treasury income increased by 290.25% to Rs.5,046 crore on account of the profit of Rs.3,670 crore of profit on the sale of shareholding in subsidiaries. As a result, the bank's operating profit increased by 29.52% during FY21 to Rs.36,397 crore from Rs.28,101 crore during FY20. The bank reported profit after tax (PAT) of Rs.16,193 crore in FY21 as compared with PAT of Rs.7,931 crore in FY20 showing a profit of 104.17%. The bank's return on total assets (ROTA) improved to 1.39% for FY21 as compared with 0.77% for FY20. The bank reported a total income of Rs.77,480 crore, NII of Rs.34,862 crore and PAT of Rs.16,321 crore for 9MFY22 translating into NIM and ROTA of 3.60% and 1.68% (annualised), respectively.

Moderate asset quality albeit improving

In FY21, the bank's gross slippages stood at Rs.16,123 crore, of which 80% were in retail, whereas 20% were in the corporate and small and medium enterprises (SME) portfolio, as against Rs.14,295 crore in fiscal 2020. The bank has recovered Rs.6,463 crore, accordingly, the net additions stood at Rs.9,660 crore. During the year, the bank has written off NPA's of Rs.9,608 crore and sold NPAs to the tune of Rs.88 crore. Accordingly, gross non-performing assets (GNPA) stood at Rs.41,373 crore as on March 31, 2021, as against Rs.41,409 crore as on March 31, 2020. The GNPA ratio has declined from 5.53% as on March 31, 2020 to 4.96% as on March 31, 2021, as the advances base grew by 13.7%. The bank's provisioning coverage ratio has increased from 75.7% as on March 13, 2020 to 77.7% as on March 31, 2021, and as a result, the net NPA ratio has declined to 1.14% from 1.41%. During 9MFY22, gross slippages were Rs.16,827 crore, whereas the recoveries and written off accounts (including NPAs sold) were Rs.13,318 crore and Rs.7,829 crore, thereby reducing the GNPA which stood at Rs.37,053 crore as on December 31, 2021. The GNPA and NNPA ratios stood at 4.13% and 0.85%, respectively, as on December 31, 2021.

Liquidity: Strong

As per the asset liability maturity (ALM) profile of the bank dated March 31, 2021, the bank did not have any negative cumulative mismatch in any of the buckets. The bank's liquidity profile was comfortable with well-matched asset liability profile. Furthermore, as on December 31, 2021, the ICICI group had maintained average high-quality liquid assets (HQLA) (after haircut) of Rs.323,049 crore, as compared with Rs.280,871 crore (on a standalone level) as on March 31, 2021, at a minimum liquid coverage ratio (LCR) requirement of 100%. The average LCR of the ICICI group for three months ending December 31, 2021, was 126.21% as against the minimum regulatory requirement of 100%. The bank's strong deposit franchise and the ability of the bank to mobilise deposits provide cushion to the liquidity profile along with the bank's healthy roll over rate of deposits and excess statutory liquidity ratio (SLR) investments, which provide comfort.

Analytical approach:

Standalone

Applicable Criteria

[Rating Outlook and Credit Watch](#)

[Policy on default recognition](#)

[Financial Ratios - Financial Sector](#)

[Short Term Instruments](#)

[Rating Basel III - Hybrid Capital Instruments issued by Banks](#)
[Bank](#)

About the Company

ICICI Bank Limited (IBL) is the second-largest private sector bank with a total balance sheet size of Rs.1,354,196 crore as on December 31, 2021. The bank had total business (advances + deposits) in excess of Rs.18 lakh crore as on December 31, 2021. As per RBI's press release dated January 04 2022, the bank has been classified as one of the three domestic systemically important banks (D-SIB) in India and is mandated to maintain additional CET I capital of 0.20% of the risk weighted assets. The bank has an established franchise with a pan-India network of 5,298 branches and 13,846 ATMs as on December 31, 2021. ICICI Bank's international footprint consists of branches in the United States, Singapore, Bahrain, Hong Kong, Dubai International Finance Centre, South Africa, China, Offshore Banking Unit (OBU), and International Financial Services Centre (IFSC) Banking Unit (IBU) and representative offices in the United Arab Emirates, Bangladesh, Malaysia, Indonesia, and Nepal. The bank also has wholly-owned subsidiaries in the United Kingdom and Canada with branches across both countries. ICICI Bank UK also has an offshore branch in Germany. The ICICI group has presence in businesses like life and general insurance, housing finance, primary dealership, etc., through its subsidiaries and associates. The management of the bank is headed by Mr Girish Chandra Chaturvedi, who is the Non-Executive Chairman (w.e.f. July 1, 2018) and Mr Sandeep Bakhshi, who is the Managing Director and Chief Executive Officer (MD & CEO) (w.e.f. October 15, 2018).

Brief Financials (Rs. crore)	31-03-2020 (A)	31-03-2021 (A)	9MFY22 (UA)
Total operating income	91,247	98,087	77,480
PAT	7,931	16,193	16,321
Total Assets	10,98,365	12,30,433	13,54,196
Net NPA (%)	1.54	1.14	0.85
ROTA (%)	0.77	1.39	1.68

A: Audited; UA: Unaudited

Status of non-cooperation with previous CRA:

Not Applicable

Any other information:

Not Applicable

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

Covenants of rated instrument / facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Annexure 4

Annexure-1: Details of Instruments

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Bonds-Tier I Bonds (Basel III)	INE090A08TW2	17-Mar-17	9.20	17-Mar-2116	3,425.00	CARE AA+; Stable
Bonds-Tier I Bonds (Basel III)	INE090A08TZ5	20-Sep-17	8.55	20-Sep-2116	1,080.00	CARE AA+; Stable
Bonds-Tier I Bonds (Basel III)	INE090A08UA6	4-Oct-17	8.55	4-Oct-2116	475.00	CARE AA+; Stable
Bonds-Tier I Bonds (Basel III)	INE090A08UB4	20-Mar-18	9.15	20-Jun-2116	4,000.00	CARE AA+; Stable
Bonds-Tier I Bonds (Basel III)	INE090A08UC2	28-Dec-18	9.90	28-Dec-2117	1,140.00	CARE AA+; Stable
Bonds-Tier I Bonds (Basel III)	-	Proposed	-	-	3,380.00	CARE AA+; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TN1	6-Aug-14	9.15	6-Aug-24	700.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TO9	4-Sep-14	9.25	4-Sep-24	3,889.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TS0	31-Mar-15	8.45	31-Mar-25	2,261.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TT8	13-May-16	8.40	13-May-26	6,500.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TU6	7-Oct-16	7.60	7-Oct-23	4,000.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TX0	27-Jun-17	7.42	27-Jun-24	400.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08TY8	27-Jun-17	7.47	25-Jun-27	1,747.00	CARE AAA; Stable

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08UF5	26-Nov-21	6.67	26-Nov-28	3,595.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08UE8	15-Jun-21	6.45	15-Jun-28	2,827.40	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	INE090A08UG3	17-Dec-21	6.96	17-Dec-31	5,000.00	CARE AAA; Stable
Bonds-Unsecured Redeemable (Infrastructure Bonds)	-	Proposed	-	-	12,980.60	CARE AAA; Stable
Bonds-Lower Tier II	INE090A08QO5	29-Sep-10	8.90	29-Sep-25	1,479.00	CARE AAA; Stable
Bonds-Lower Tier II	INE090A08SN3	31-Dec-12	9.15	31-Dec-22	3,800.00	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11309	5-Oct-98	DDB 14.24	5-Dec-22	194.32	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11341	1-Dec-98	DDB 14.08	1-May-23	80.21	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11382	11-Jan-99	DDB 14.08	11-Jun-23	56.41	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11531	16-Jun-99	DDB 13.38	16-Apr-23	25.27	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11697	24-Dec-99	DDB 11.44	24-Sep-22	11.18	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE090A08SP8	22-Jan-98	DDB 13.09	21-Jul-26	55.49	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A08AA6	19-Jan-01	10.60	19-Jan-23	0.79	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11085	5-Oct-00	DDB 11.44	5-Jan-22*	29.86	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11200	14-Nov-00	DDB 11.63	14-Oct-21*	21.14	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11440	13-Dec-00	DDB 11.44	13-Mar-22	19.66	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11747	19-Jan-01	DDB 11.34	19-Jun-22	21.79	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11846	26-Apr-01	DDB 10.27	26-Jul-22	11.79	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11911	24-Jul-01	DDB 10.53	24-Apr-22	40.29	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11960	28-Aug-01	DDB 10.40	28-Aug-22	12.64	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11AC6	27-Sep-01	DDB 10.40	27-Sep-22	8.23	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11AI3	12-Nov-01	DDB 10.40	12-Nov-22	10.35	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11AO1	24-Dec-01	DDB 10.40	24-Dec-22	10.34	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11AU8	23-Jan-02	DDB 10.40	23-Jan-23	10.44	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11BA8	19-Feb-02	DDB 10.40	19-Feb-23	17.08	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11BF7	27-Mar-02	DDB 10.40	27-Mar-23	19.53	CARE AAA; Stable
Debt-Debt (Long Term Bonds)	INE005A11BK7	23-Apr-02	DDB 10.27	23-Jul-23	8.50	CARE AAA; Stable
Bonds-Tier II Bonds (Basel III)	INE090A08UD0	17-Feb-20	7.1	17-Feb-30	945.00	CARE AAA; Stable
Bonds-Tier II Bonds (Basel III)	-	Proposed	-	-	9,055.00	CARE AAA; Stable
Fixed Deposit	-	-	-	-	Ongoing	CARE AAA (FD); Stable
Certificate of Deposit	-	-	-	7 days to	50,000.00	CARE A1+

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
				365 days		

* Redeemed but not withdrawn

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Debt	LT	665.31	CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-21) 2)CARE AAA; Stable (16-Apr-21)	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
2	Fixed Deposit	LT	0.00	CARE AAA (FD); Stable	1)CARE AAA (FD); Stable (06-Jul-21) 2)CARE AAA (FD); Stable (16-Apr-21)	1)CARE AAA (FD); Stable (06-Jul-20)	1)CARE AAA (FD); Stable (07-Oct-19)	1)CARE AAA (FD); Stable (07-Sep-18)
3	Certificate Of Deposit	ST	50,000.00	CARE A1+	1)CARE A1+ (06-Jul-21) 2)CARE A1+ (16-Apr-21)	1)CARE A1+ (06-Jul-20)	1)CARE A1+ (07-Oct-19)	1)CARE A1+ (07-Sep-18)
4	Bonds-Lower Tier II	LT	1,345.00	CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-21) 2)CARE AAA; Stable (16-Apr-21)	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
5	Bonds-Infrastructure Bonds	LT	43,900.00	CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-21) 2)CARE AAA; Stable (16-Apr-21)	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
6	Bonds-Lower Tier II	LT	-	-	-	-	1)Withdrawn (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
7	Bonds-Lower Tier II	LT	-	-	-	-	1)Withdrawn (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
8	Bonds-Upper Tier II	LT	-	-	1)Withdrawn (16-Apr-21)	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)
9	Bonds-Lower Tier II	LT	3,934.00	CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-21) 2)CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
					(16-Apr-21)			
10	Bonds-Tier I Bonds	LT	3,500.00	CARE AA+; Stable	1)CARE AA+; Stable (06-Jul-21) 2)CARE AA+; Stable (16-Apr-21)	1)CARE AA+; Stable (06-Jul-20)	1)CARE AA+; Stable (07-Oct-19)	1)CARE AA+; Stable (07-Sep-18)
11	Bonds-Tier I Bonds	LT	10,000.00	CARE AA+; Stable	1)CARE AA+; Stable (06-Jul-21) 2)CARE AA+; Stable (16-Apr-21)	1)CARE AA+; Stable (06-Jul-20)	1)CARE AA+; Stable (07-Oct-19)	1)CARE AA+; Stable (07-Sep-18)
12	Bonds-Tier II Bonds	LT	10,000.00	CARE AAA; Stable	1)CARE AAA; Stable (06-Jul-21) 2)CARE AAA; Stable (16-Apr-21)	1)CARE AAA; Stable (06-Jul-20)	1)CARE AAA; Stable (07-Oct-19)	1)CARE AAA; Stable (07-Sep-18)

* Long Term / Short Term

Annexure-3: Detailed explanation of covenants of the rated instrument

Additional Tier I Bonds	Detailed explanation
Covenants	
Call option	After 5 years
Write-down trigger	There are two types of write down triggers: 1. Trigger Event means that the Bank's CET 1 Ratio is: (i) if calculated at any time prior to March 31, 2019, at or below 5.5%; or (ii) if calculated at any time from and including March 31, 2019, at or below 6.125% (the "CET1 Trigger Event Threshold") 2. PONV Trigger, in respect of the Bank means the earlier of: (i) a decision that a principal write-down, without which the Bank would become non-viable, is necessary, as determined by the RBI; and (ii) the decision to make a public sector injection of capital, or equivalent support, without which the Bank would have become non-viable, as determined by the RBI.
If write-down, full or partial	Full or partial
If write-down, permanent or temporary	In case of pre specified trigger-Permanent or Temporary In case of PONV Trigger - only Permanent.
If temporary write-down, description of write-up mechanism	The instrument may be written-up (increase) back to its original value in future depending upon the conditions prescribed in the terms and conditions of the instrument.

Tier II Bonds	Detailed explanation
Covenants	
Call option	Not Applicable
Write-down trigger	There are two types of write down triggers: 1. Trigger Event means that the Bank's CET 1 Ratio is: (i) if calculated at any time prior to March 31, 2019, at or below 5.5%; or (ii) if calculated at any time from and including March 31, 2019, at or below 6.125% (the "CET1 Trigger Event

Tier II Bonds	Detailed explanation
Covenants	
Call option	Not Applicable
	Threshold") 2. PONV Trigger, in respect of the Bank means the earlier of: (i) a decision that a principal write-down, without which the Bank would become non-viable, is necessary, as determined by the RBI; and (ii) the decision to make a public sector injection of capital, or equivalent support, without which the Bank would have become non-viable, as determined by the RBI.
If write-down, full or partial	Full or partial
If write-down, permanent or temporary	Permanent.
If temporary write-down, description of write-up mechanism	Not Applicable

Annexure 4: Complexity level of various instruments rated for this company

Sr. No	Name of instrument	Complexity level
1	Bonds-Tier II Bonds	Complex
2	Bonds-Unsecured Redeemable (Infrastructure Bonds)	Simple
3	Bonds-Lower Tier II	Complex
4	Debt-Debt (Long Term Bonds)	Simple
5	Fixed Deposit	Simple
6	Certificate of Deposit	Simple
7	Bonds-Tier I Bonds	Highly Complex

Annexure 5: Bank Lender Details for this Company

To view the lender-wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instrument: CARE Ratings Ltd. has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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