

**National Housing Bank (Revised)**

January 14, 2021

**Ratings**

Facilities/Instrument	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Non- Convertible Debentures	0.00	-	Withdrawn

\*Details in Annexure I

**Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers**

CARE has withdrawn the outstanding ratings of 'CARE AAA; Stable' (Triple A; Outlook: Stable) assigned to the Non- Convertible Debentures of National Housing Bank with immediate effect. The above action has been taken at the request of National Housing Bank and 'No Dues Certificate' received from the debenture trustee for the facilities rated by CARE.

**Analytical approach:** Not Applicable

**Applicable Criteria**

[Policy on Withdrawal of ratings](#)

**About the Company**

National Housing Bank was established on July 9, 1988, under the NHB Act, 1987 of the Parliament, As an apex institution in the housing segment, NHB is chartered to function as a principal agency to promote Housing Finance Institutions (HFCs) and also to provide financial and other support to such institutions. NHB is notified as a Public Financial Institution (PFI) under section 4A of the Companies Act, 1956 and was wholly owned subsidiary of Reserve Bank of India (RBI), however following the announcement of GoI in Union Budget 2018, RBI divested its entire stake to GoI and GoI now holds 100% stake in NHB. NHB provide refinance support to schedule commercial banks (SCBs), housing finance companies (HFCs), regional rural banks and other development cooperative societies & development banks in housing finance sectors. During FY20 (refers to the period July 01, 2018 to June 30, 2019), NHB has reported a PAT of Rs.196 crore on a total income of Rs.5,025 crore and gross loan portfolio stood at Rs. 83,628 crores as on June 30, 2020

Brief Financials (Rs. Crores)	FY19 (A)	FY20 (A)
Total income	5,276	5,025
PAT	733	196
Total assets	75,597	90,160
CAR (%)	16.01	12.74
Net NPA (%)	Nil	0.76%
ROTA (%)	1.06	0.24

A: Audited

*Note: Ratios are computed based on average of annual opening and closing balances*

**Status of non-cooperation with previous CRA:** Not Applicable

<sup>1</sup> Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications

**Any other information:** Not Applicable

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

**Annexure-1: Details of Instruments/Facilities**

Name of the Instrument	ISIN	Date of Issuance	Maturity Date	Coupon Rate	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Long-term instrument	INE557F08FB2	27-12-2018	27.12.2021	8.14%	0.00	Withdrawn
Long-term instrument	INE557F08FC0	10-01-2019	10.01.2022	8.05%	0.00	
Long-term instrument	INE557F08FD8	28.01.2019	31.01.2022	8.02%	0.00	
Long-term instrument	INE557F08FE6	22-02-2019	22-02-2022	8.00%	0.00	
Long-term instrument	INE557F08FF3	25.03.2019	25.03.2022	7.65%	0.00	
Long-term instrument	Proposed			-	0.00	
	<b>Total</b>			-	<b>0.00</b>	

**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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Borrowings-Market Borrowing Programme	LT	5245.00	CARE AAA; Stable	1)CARE AAA; Stable (11-Dec-20)	1)CARE AAA; Stable (06-Jan-20)	1)CARE AAA; Stable (29-Nov-18)	1)CARE AAA; Stable (15-Mar-18)
2.	NHB deposits	LT	12000.00	CARE AAA; Stable	1)CARE AAA; Stable (11-Dec-20)	1)CARE AAA; Stable (06-Jan-20)	1)CARE AAA; Stable (29-Nov-18)	1)CARE AAA; Stable (15-Mar-18)
3.	NHB deposits	LT	12000.00	CARE AAA; Stable	1)CARE AAA; Stable (11-Dec-20)	1)CARE AAA; Stable (06-Jan-20)	1)CARE AAA; Stable (29-Nov-18)	1)CARE AAA; Stable (15-Mar-18)
4.	Debentures-Non Convertible Debentures	LT	-	-	1)CARE AAA; Stable (11-Dec-	1)CARE AAA; Stable (06-Jan-20)	1)CARE AAA; Stable (29-Nov-	-

					20)		18)	
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**Annexure-3: Complexity level of various instruments rated for this Company**

Sr. No.	Name of the Instrument	Complexity Level
1.	Debentures-Non Convertible Debentures	Simple

**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](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

### Contact us

**Media Contact**

Mradul Mishra

Contact no: +91-22-6837 4424

Email ID – [mradul.mishra@careratings.com](mailto:mradul.mishra@careratings.com)

**Analyst Contact**

Group Head Name – Mr. Gaurav Dixit

Group Head Contact no.-011-45333235

Group Head Email ID- [gaurav.dixit@careratings.com](mailto:gaurav.dixit@careratings.com)

**Relationship Contact**

Name: Ms. Swati Agrawal

Contact no: +91-11-4533 3200 / +91-98117 45677

Email ID: [swati.agrawal@careratings.com](mailto:swati.agrawal@careratings.com)

**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.

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