

## TruCap Finance Limited (Revised)

March 16, 2023

| Transaction       | Instrument  | Rating <sup>1</sup> | Rating Action |
|-------------------|---|---------------------|---------------|
| Wint Gold CB - 03 | Principal Protected Market Linked Debentures (PP-MLD) | -                   | Withdrawn     |

Details of instruments/facilities in Annexure-1

|                           |                  |
|---------------------------|------------------|
| <b>Unsupported rating</b> | <b>Withdrawn</b> |
|---------------------------|------------------|

Note: Unsupported rating does not factor in the explicit credit enhancement.

### Rationale and key rating drivers

CARE Ratings Limited has withdrawn the rating assigned to the above-mentioned instruments issued by Wint Gold CB - 03 covered with the Security pool of gold loan receivables originated by TruCap Finance Limited. The rating is withdrawn as all the payouts have been made to the investors in full and there is no amount outstanding as on date.

**Detailed description of the key rating drivers:** Not applicable

**Analytical approach:** Not applicable

### Applicable criteria

[Policy on Withdrawal of ratings](#)

### About the company and industry

#### Industry Classification

| Macro-Economic Indicator | Sector             | Industry | Basic Industry                       |
|--------------------------|--------------------|----------|--------------------------------------|
| Financial Services       | Financial Services | Finance  | Non-Banking Financial Company (NBFC) |

TruCap Finance Ltd (Formerly known as Dhanvarsha Finvest Limited) is an RBI registered non-Deposit accepting NBFC since 1998 and listed on NSE & BSE. The company was originally incorporated on 9th November 1994 in Gujarat. Earlier, the Company was promoted by the Gujarat based individual promoters and was carrying on the business of finance brokers, registrar to the issue and share transfer agent, issue houses or insurance agents / brokers and agents or underwriters, consultants, assessors, values surveyors, mortgage brokers and undertaking the provision of hire purchase and credit sale finance and of acting as factors and brokers. Currently, the company is being promoted by Mumbai headquartered Wilson Group which took over as parent in 2018 and has business interests spread across financing, real estate, sustainable infrastructure, Agro commodities trading, advisory services and venture capital investing.

As on June 30, 2022, the promoters hold 60.87% stake, Aviator Emerging Market Fund holds 8.28% and remaining stake is being held by various domestic and foreign shareholders. TFL provides financing options to the relatively under-banked Micro, Small & Medium Enterprises (MSME) and Low to Mid Income (LMI) groups of Society offering a range of secured and unsecured financing products that are tailored to suit each borrower's requirements. With effect from August 03, 2022, the name of the company was changed from "Dhanvarsha Finvest Ltd" to "TruCap Finance Ltd".

### Key financial indicators

| Brief financials          | FY21 (A) | FY22 (A) | H1FY23 (A) |
|---------------------------|----------|----------|------------|
| Total Income (₹ crore)    | 24.42    | 70.06    | 56.61      |
| PAT (₹ crore)             | 0.68     | 7.37     | 3.80       |
| Interest coverage (times) | 1.69     | 1.61     | 1.33       |
| Total Assets (₹ crore)    | 181.65   | 467.59   | 555.89     |

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

|             |       |       |       |
|-------------|-------|-------|-------|
| Net NPA (%) | 1.47% | 2.10% | 1.76% |
| ROTA (%)    | 0.97% | 3.70% | 2.18% |

A: Audited; Note: the above results are latest financial results available

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

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

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

**Complexity level of the various instruments rated:** Annexure-4

**Lender details:** Annexure-5

**Any other information:** No

#### Annexure-1: Details of instruments/facilities

| Name of the Instrument              | ISIN         | Date of Issuance (DD-MM-YYYY) | Coupon Rate (%) | Maturity Date (DD-MM-YYYY) | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|-------------------------------------|--------------|-------------------------------|-----------------|----------------------------|-----------------------------|---|
| Debentures-Market Linked Debentures | INE615R07034 | -                             | -               | -                          | 0.00                        | Withdrawn                                 |
| Un Supported Rating                 | -            | -                             | -               | -                          | 0.00                        | Withdrawn                                 |

#### Annexure-2: Rating history for the last three years.

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings |                              |                  | Rating History                              |  |   |   |
|---------|--|-----------------|------------------------------|------------------|---|--|---|---|
|         |  | Type            | Amount Outstanding (₹ crore) | Rating           | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022  | Date(s) and Rating(s) assigned in 2020-2021 | Date(s) and Rating(s) assigned in 2019-2020 |
| 1       | Fund-based-Long Term                   | LT              | 450.00                       | CARE BBB; Stable | 1)CARE BBB; Stable (03-Jun-22)              | 1)CARE BBB; Stable (04-Jun-21)<br>2)CARE BBB; Stable (17-May-21)                     | -   | -   |
| 2       | Debentures-Market Linked Debentures    | LT              | -                            | -                | 1)CARE PP-MLD A (CE); Stable (13-Jun-22)    | 1)CARE PP-MLD A (CE); Stable (17-Jun-21)<br>2)Provisional CARE PP-MLD A (CE); Stable | -   | -   |

|   |                                       |    |       |                         |  |                                       |   |   |
|---|---------------------------------------|----|-------|-------------------------|--|---------------------------------------|---|---|
|   |                                       |    |       |                         |  | (03-Jun-21)                           |   |   |
| 3 | Debentures-Non Convertible Debentures | LT | 50.00 | CARE BBB; Stable        | 1)CARE BBB; Stable (03-Jun-22)   | 1)CARE BBB; Stable (04-Jun-21)        | - | - |
| 4 | Debentures-Market Linked Debentures   | LT | 15.00 | CARE PP-MLD BBB; Stable | 1)CARE PP-MLD BBB; Stable (25-Aug-22)<br>2)Provisional CARE PP-MLD BBB; Stable (06-Aug-21) | 1)CARE PP-MLD BBB; Stable (26-Aug-21) | - | - |
| 5 | Un Supported Rating                   | LT | -     | -                       | 1)CARE BBB (13-Jun-22)   | -                                     | - | - |

**Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities:** Not applicable

**Annexure-4: Complexity level of various instruments rated**

| Sr. No. | Name of Instrument                                    | Complexity Level |
|---------|---|------------------|
| 1       | Principal Protected Market Linked Debentures (PP-MLD) | Highly complex   |

**Annexure-5: Lender details**

Not applicable

**Note on complexity levels of the rated instruments:** CARE Ratings has classified instruments rated by it on the basis of complexity. This classification is available at [www.careredge.in](http://www.careredge.in). Investors/market intermediaries/regulators or others are welcome to write to [care@careedge.in](mailto:care@careedge.in) for any clarifications.

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