

## Housing Development Finance Corporation Limited

July 03, 2023

### Ratings

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term / Short Term Bank Facilities	-	-	Withdrawn*
Issuer rating	-	-	Withdrawn*
Commercial Paper	-	-	Withdrawn*

Details of instruments/facilities in Annexure-1.

\*Withdrawal based on company's request since facilities/instruments been transferred to HDFC Bank Limited (HBL) pursuant to amalgamation of HDFC Ltd. into HDFC Bank Ltd. becoming effective from July 01, 2023

### Detailed rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) has withdrawn the ratings assigned to the various debt instruments of HDFC Ltd with immediate effect consequent to transfer of these facilities/ instruments to HDFC Bank Limited. Further, issuer rating also stands withdrawn with immediate effect in line with CARE Ratings' policy on withdrawal of ratings.

HDFC Bank Limited (HBL) and Housing Development Finance Corporation Ltd (HDFC), vide the announcement to the stock exchanges on April 04, 2022, informed that their respective Boards of Directors had approved a 'composite scheme of amalgamation' for the amalgamation of: (i) HDFC Investments Limited and HDFC Holdings Limited with and into HDFC; and (ii) HDFC into HBL.

HBL vide its notification dated June 30, 2023 has informed about the completion of the merger and the effective date of merger has been recorded as July 01, 2023.

CARE Ratings Ltd (CARE) has taken note of the completion of the amalgamation, post receipt of 'no objection' from various regulators/authorities such as Reserve Bank of India (RBI), Securities Exchange Board of India Ltd (SEBI), the stock exchanges (NSE & BSE), Pension Fund Regulatory and Development Authority, National Company Law Tribunal (NCLT) alongwith the respective creditors and shareholders.

**Rating sensitivities:** Not applicable

**Analytical approach:** Not Applicable

**Outlook:** Not Applicable

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

**Liquidity:** Not Applicable

**Environment, social and governance (ESG) risks:** 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	Housing Finance Company

<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

HDFC was incorporated in 1977 as the first mortgage finance company in India. With AUM of ₹7,23,988 as on March 31, 2023, the company's market leadership in the housing finance industry was complemented by strong domestic franchise comprising of 737 outlets as on March 31, 2023 (including 214 outlets of HDFC Sales Limited). The corporation focused on individual loans which constituted around 83% as on March 31, 2023 (March 31, 2022: 79%), while construction finance constituted 7% (9%), corporate finance 4% (5%), with the remaining being lease rental discounting (LRD) 6% (7%).

HDFC Limited	FY21	FY22	FY23
Particulars (₹ crore)	A	A	A
Total income	48,176	47,990	60,224
PAT	12,027	13,742	16,239
Tangible net worth	106,758	118,331	1,32,488
Total assets	565,574	638,943	7,25,277
Net NPA (%)	1.14	1.05	0.70
ROTA (%)	2.21	2.28	2.33

A: Audited

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

**Any other information:** Not applicable

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

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

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

#### 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
Commercial Paper- Commercial Paper (Standalone)	-	-	-	-	-	Withdrawn
Issuer Rating- Issuer Ratings	-	-	-	-	-	Withdrawn
Term Loan- LT/ST	-	-	-	-	-	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 2023-2024	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
1	Issuer Rating-Issuer Ratings	Issuer rat	-	-	1)CARE AAA; Stable (03-May-23)	1)CARE AAA; Stable (26-Dec-22) 2)CARE AAA (Is); Stable (21-Sep-22) 3)CARE AAA (Is); Stable (07-Apr-22)	1)CARE AAA (Is); Stable (22-Sep-21)	1)CARE AAA (Is); Stable (08-Oct-20)
2	Term Loan-LT/ST	LT/ST*	-	-	1)CARE AAA; Stable / CARE A1+ (03-May-23)	1)CARE AAA; Stable / CARE A1+ (21-Sep-22) 2)CARE AAA; Stable / CARE A1+ (07-Apr-22)	1)CARE AAA; Stable / CARE A1+ (14-Feb-22) 2)CARE A1+ (22-Sep-21) 3)CARE A1+ (09-Apr-21) CARE AAA; Stable (09-Apr-21)	1)CARE A1+ (16-Feb-21) CARE AAA; Stable (16-Feb-21) 2)CARE A1+ (08-Oct-20) CARE AAA; Stable (08-Oct-20) 3)CARE A1+ (18-Jun-20) CARE AAA; Stable (18-Jun-20)
3	Commercial Paper-Commercial Paper (Standalone)	ST	-	-	1)CARE A1+ (03-May-23)	1)CARE A1+ (21-Sep-22) 2)CARE A1+ (07-Apr-22)	1)CARE A1+ (22-Sep-21)	1)CARE A1+ (08-Oct-20) 2)CARE A1+ (01-Sep-20)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2023-2024	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
						22)		20)

\*Long term/Short term.

### Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities

Not applicable

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

Sr. No.	Name of the Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (Standalone)	Simple
2	Issuer Rating-Issuer Ratings	Simple
3	Term Loan-LT/ST	Simple

### 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 instruments:** CARE Ratings 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.

## Contact us

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### About us:

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