Mas Financial Services Limited

January 18, 2024

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Non-convertible debentures	400.00	CARE A+; Positive	Assigned
Non-convertible debentures	250.00	CARE A+; Positive	Reaffirmed
Subordinated	200.00	CARE A+; Positive	Reaffirmed
Long-term bank facilities	8,000.00	CARE A+; Positive	Reaffirmed
Market-linked debentures	-	CARE PP-MLD A+; Positive	Withdrawn
Market-linked debentures	75.00 (200.00)	CARE PP-MLD A+; Positive	Reaffirmed
Market-linked debentures	100.00 (200.00)	CARE PP-MLD A+; Positive	Reaffirmed
Market-linked debentures	125.00	CARE PP-MLD A+; Positive	Reaffirmed
Subordinated	100.00	CARE A+; Positive	Reaffirmed
Subordinated	100.00	CARE A+; Positive	Reaffirmed
Commercial paper	250.00	CARE A1+	Reaffirmed

Details of instruments/facilities in Annexure-1.

*Total market-linked debentures (MLDs) reduced by ₹300 crore following redemption.

Rationale and key rating drivers

The Ratings to debt instruments and bank facilities of MAS Financial Services Limited (MFSL) continues to factor in the strength from the long-standing track record of MFSL in the lending business; experienced senior management team; the diversification in the loan book from direct lending to micro enterprise (ME) loans, small and medium enterprises (SMEs), two-wheeler loans, commercial vehicle (CV) loans, and salaried personal lending book; established appraisal systems; comfortable capitalisation levels; diversified resource profile with borrowing from multiple banks and financial institutions (FIs) while also raising funds through the direct assignment (DA) and co-lending routes as well as maintaining a comfortable liquidity profile.

The ratings continue to remain constrained considering its concentrated customer profile; its exposure to the ME and SME sectors, which are high-yield-generating and, at the same time, are relatively riskier in nature; the moderate geographical diversification, lower seasoning of the book, and the moderate but increasing gearing levels.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors: Factors that could, individually or collectively lead to positive rating action/upgrade:

- Improvement in the scale of operations while maintaining asset quality.
- Improvement in profitability in terms of return on total assets (ROTA) of around 3.00%.

Negative factors: Factors that could, individually or collectively lead to negative rating action/ downgrade:

- Deterioration in the asset quality with increase in net non-performing assets (NPAs)/tangible net worth (TNW) levels above 10% on a sustained basis.
- Decline in the capital adequacy ratio (CAR) below 20% on a sustained basis.
- Overall gearing 4.5x or above.
- Significant decline in profitability in terms of net interest margin (NIM) and ROTA.

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

Analytical approach: Consolidated

CARE Ratings Limited (CARE Ratings) has considered the consolidated financials of MFSL, including its subsidiary, viz., MAS Rural Housing and Mortgage Finance Limited (MRHMFL), in which MFSL holds 59.67% shareholding.

Outlook: Positive

The 'Positive' outlook is on account of the increase in the scale of operations and the expectation that MFSL's consolidated assets under management (AUM) will continue to grow while maintaining profitability and asset quality parameters in the medium term and operating with a gearing below 4.5x.

Detailed description of the key rating drivers

Key strengths

Long-standing track record, promoters' experience in the lending business and experienced senior management team with established credit appraisal systems

The promoters of MFSL have an established track record of over two decades in the lending business. MFSL initially started its lending activities in the state of Gujarat and has gradually ventured and established its footprint in seven other states. It has expanded its operations across 171 branches at a standalone level and 77 branches of its housing finance company (HFC) subsidiary as on September 30, 2023. The company is present in around 11,400 customer locations and caters to the funding requirement of over 7,60,000 active customers.

Furthermore, the senior management team of MFSL comprises experienced professionals who have been in the lending business and have been associated with MFSL since its inception. These personnel continue to head the main functions at MFSL. The company has established its credit appraisal processes and systems over the years, helping it maintain asset quality despite demonetisation, the implementation of the Real Estate (Regulation and Development) Act, 2016 (RERA) and Goods and Service Tax (GST), the liquidity crunch faced by non-banking financial companies (NBFCs) during FY19 and the COVID-19 pandemic.

According to the company management, credit appraisal processes of MFSL are reviewed and revised at regular intervals based on experience in the market. The credit appraisal process at MFSL is centralised. Sanctions are accorded by the centralised credit team, whereas sourcing and collection functions are conducted at the branch level. Multiple checks are carried out at centralised units prior to disbursement.

Comfortable CAR and diversified resource base

The company has been maintaining comfortable capital adequacy over the years. In October 2017, MFSL came out with an initial public offering (IPO) and raised an equity capital of ₹233 crore. MFSL had also raised ₹100 crore in March 2017 and ₹35 crore in April 2017 in the pre-IPO round of funding. The promoter shareholding stood at 73.73% as on September 30, 2023.

Over the last five years, the company has been maintaining its capitalisation levels through accretion of profits and its consolidated TNW stood at ₹1,523 crore as on March 31, 2023 (₹1,653 crore as on September 30, 2023) as compared to ₹1,358 crore as on March 31, 2022.

The company reported a CAR of 25.25% (25.17% as on September 30, 2023) with Tier-I CAR of 20.79% (21.17% as on September 30, 2023) as on March 31, 2023, as compared with CAR of 26.35% with Tier-I CAR of 23.08% as on March 31, 2022. It has been maintaining its capitalisation levels through internal accruals and assignment of the loan portfolio over the past few years (off-book constituting around 22% of the AUM), which has helped the company raise resources. CARE Ratings Limited (CARE Ratings) expects the overall capitalisation level to remain adequate in the medium term, as majority of the company's loan portfolio qualifies for priority sector lending (PSL), and the company is expected to continue using assignment of loans of around 20-25% of the overall AUM as a source of funding.

The company's overall gearing increased over the last two years and stood at 4.02x as on March 31, 2023 (4.21x as on September 30, 2023), as compared with 3.27x as on March 31, 2022, as it witnessed an increase in debt during the period. CARE Ratings expects the gearing levels to remain below 4.5x on a steady state basis and the off-book to be around 20% of its AUM.

Also, MFSL has relations with around 38 banks, NBFCs, and other FIs for meeting its borrowing requirements, including DA lines and co-lending agreements based on which MFSL is able to raise resources in a timely manner and at competitive rates of interest, thereby providing significant financial flexibility to MFSL. The existing capitalisation level and strong resource base is envisaged to provide impetus to MFSL for growth in its loan portfolio over the medium term.

The management estimates the likely impact of the recent RBI guideline prescribing higher risk weight on unsecured lending portfolio to be low with the impacted portfolio being around ₹450 to ₹500 crore thereby impacting overall CAR by 25-30 bps.

Diversified loan portfolio

The loan portfolio of the company, on a consolidated basis, consists of ME loans, SME loans, two-wheeler loans, CV loans, salaried personal loans, and housing finance loans. MFSL was initially engaged in the lending of two-wheelers and ME loans, and later, on forayed into SME loans, CV loans, housing loans and salaried personal loans. The company has a subsidiary, MRHMFL (rated 'CARE A; Positive'), in which MFSL holds 59.67% shareholding, while the remaining shareholding is held by the promoters of MFSL. The housing loan portfolio is housed in MRHMFL and constituted 4.86% of the AUM as on March 31, 2023 (H1FY24: 5.25%).

During FY23, the company has started a new product, namely, personal loans to salaried customers, which is sourced directly and through fintech partners by the company, as on September 30, 2023 its book stood at ₹372 crore, which is 3.90% of the consolidated AUM. Additionally, the company is also looking out for NBFC partners to source the salaried personal loan book. The company expects a cautious growth in this segment owing to the evolving regulatory scenario in the digital lending space.

MFSL also assigns its loan portfolio to other lenders and enters into the co-lending agreement; as on 31st March, 2023 the off-book was around 19% (H1FY24: 22%) of the consolidated AUM as compared with 24% as on March 31, 2021. CARE Ratings expects that the off-book will be maintained at 20% of the consolidated AUM and any deviation from the same will be a negative sensitivity.

The consolidated AUM stood at ₹8,506 crore (H1FY24: 9,547 crore) as compared to ₹6,565 crore as on March 31, 2022, of which ME loans constituted 46% (H1FY24: 44.5%), SME loans constituted 35% (H1FY24: 34%), two-wheeler loans constituted 6.5% (H1FY24: 6.5%), CV loans constituted 4% (H1FY24: 6%), salaried personal loans constituted 3.5% (H1FY24: 4%), and housing finance loans constituted around 5% (H1FY24: 5%) of the AUM.

Comfortable asset quality parameters

Over the years, MFSL has maintained comfortable asset quality parameters. In line with the Reserve Bank of India (RBI) regulations, the non-performing assets (NPA) recognition policy was changed by the company in FY18. Up to FY17, the NPA recognition policy was 120+ dpd (days past due). However, from FY18 onwards, the same has been revised to 90+ dpd. The slippages are mainly driven by direct exposure, while the asset quality remains comfortable due to the less delinquencies in the loans to NBFCs and NBFC-microfinance institutions (MFIs), majority of which have a comfortable financial risk profile. Also, these loans are backed by security deposits in the form of cash collateral (CC) and corporate or personal guarantees taken by MFSL from the NBFCs and NBFC-MFIs. The collection efficiency for FY23 stood at 97.34% while H1FY24 stands at 97.97%.

The company witnessed a decrease in gross stage 3 (GS3) ratio and an increase in net stage 3 (NS3) ratio (on-book basis) from 2.06% and 1.18%, respectively, as on March 31, 2022, to 2.02% and 1.21%, respectively, as on March 31, 2023 (H1FY24: 2.22% and 1.30%, respectively). The provision coverage ratio for the NPA stood at 40.20% as on March 31, 2023, (H1FY24: 41.50%) as compared to 42.61% as on March 31, 2022. The company held a management and macro-economic overlay of ₹20.03 crore as on March 31, 2023 (H1FY24: ₹18.79 crores) as compared to ₹37.84 crore as on March 31, 2022.

The company's restructured loan portfolio stood at ₹9.30 crore of loans, constituting 0.11% of consolidated AUM as on March 31, 2023, and Emergency Credit Line Guarantee Scheme (ECLGS) stood at ₹9.44 crore of the loans, constituting 0.11% of the consolidated AUM as on March 31, 2023.

Stable financial risk profile

During FY23, the company witnessed a growth in disbursements, as the consolidated disbursement was ₹9,317 crore (H1FY24: ₹4,893 crore) as compared to ₹6,185 crore during FY22. The consolidated total income increased to ₹991 crore in FY23 (H1FY24: ₹605 crore) from ₹691 crore in FY22 and the consolidated pre-provision operating profit (PPOP) increased to ₹325 crore for FY23 (H1FY24: ₹202 crore) from ₹252 crore for FY22 due to an increase in the interest income.

MFSL's profitability is also supported by a gain on DA income, which is recorded on an upfront basis under Ind-AS, which was ₹71 crore for FY23 (H1FY24: ₹54 crore) as compared to ₹66 crore for FY22. The consolidated profit-after-tax (PAT) for FY23 was ₹206 crore (H1FY24: ₹119 crore) as compared to ₹161 crore for FY22, showing a growth of 27.7%.

The NIM, at a consolidated level for FY23, stood at 4.86% (H1FY24: 4.89%) as compared to 4.36% for FY22. The ROTA, at a consolidated level for FY23, stood at 2.88% (H1FY24: 2.82%) as compared to 2.75% for FY22. The ROTA for FY23, after adjusting the off-book portfolio, stood at 2.40% (H1FY24: 2.31%) as compared to 2.26% for FY22.

Key weaknesses

Concentrated customer profile

MFSL, on a consolidated basis, has a significant proportion of the AUM – around 36.43% as on March 31, 2023 (35.21% as on September 30, 2023) – through its relationships with NBFCs and MFIs. As a result, MFSL has high customer concentration. As on March 31, 2023, the top 10 exposures of MFSL accounted to 56.58% of its TNW (45.76% as on September 30, 2023) and 10.65% of its AUM (8.36% as on September 30, 2023). Although the present credit profile of the top exposures is moderate, any deterioration in the credit quality of these exposures may lead to a sharp increase in the NPA levels of MFSL. Although the company expects the proportion of indirect lending through these NBFCs and MFIs to reduce in the medium term, the credit quality of its large exposures will remain a key credit monitorable.

Exposure to relatively riskier micro enterprises and SME sectors

The portfolio of MFSL comprises retail products like ME loans, SME loans, two-wheeler loans, and CV loans, which are high-yield-generating and low-price-sensitive segments, and at the same time, are relatively riskier in nature. The MSME loan book constituted 81% of the overall AUM, of which ME loans constituted 46% and SME loans constituted 35% as on March 31, 2023.

Furthermore, as on March 31, 2023 and September 30, 2023 around 64% of the AUM was through direct sourcing as compared to 53% as on March 31, 2022, while the remaining 36% was through NBFCs and NBFC-MFIs as compared to 47% as on March 31, 2022. However, the exposure through NBFCs and MFIs is partly mitigated by 5-15% cash collateral and corporate or personal guarantees taken by MFSL from the NBFCs and NBFC-MFIs.

Moderate geographical diversification

The lending activities of MFSL are directly carried out in seven states and the NCR of Delhi. MFSL initially started its lending activities in the state of Gujarat and has gradually ventured and established its footprint into six other states – Rajasthan, Maharashtra, Madhya Pradesh, Karnataka, Tamil Nadu, Chhattisgarh, and Delhi.

As on March 31, 2023, around 50.7% of the loan portfolio of MFSL accounts to Gujarat (46.9% as on September 30, 2023) as compared with 52.5% as on March 31, 2022, driven by operational familiarity of the promoters with the Gujarat market, and the top three states comprised 73.5% of the loan portfolio as on March 31, 2023 (71.6% as on September 30, 2023) as compared with 72.8% as on March 31, 2022.

In addition, a significant amount of MFSL's lending activities are carried out through NBFCs and NBFC-MFIs, which has helped the company to geographically diversify its exposure to other states.

CARE Ratings expects the geographical concentration in these states to reduce gradually, as the company has been expanding its operations in both, existing as well as newer geographies.

Liquidity: Adequate

The liquidity profile of MFSL has remained comfortable on the back of the strong and diversified resource base and a good amount of unutilised bank limits. Its asset liability maturity (ALM) had no cumulative mismatches on a standalone basis as on September 30, 2023. MFSL, on a standalone basis, has a sanction-on-hand of ₹2,144 crore. Furthermore, MFSL has a free cash and bank balance of around ₹1,090 crore as on September 30, 2023, on a standalone basis, which can take care of the upcoming six months standalone principal debt servicing obligations.

Environment, social, and governance (ESG) risks

The company adopted ESG in FY23 to establish objectives and targets in FY24. MFSL formed an ESG committee to implement and monitor activities related to the environment, social, and governance aspects. The company's commitment lies in aligning its ESG efforts with business goals, implementing a comprehensive strategy for sustainability and long-term stakeholder value. The management of the company believes in an environmentally conscious approach for all business and operational-related activities

Applicable criteria

Consolidation
Financial Ratios - Financial Sector
Market Linked Notes
Non Banking Financial Companies
Policy on default recognition
Policy on Withdrawal of Ratings
Rating Outlook and Credit Watch

About the company and industry

Industry classification

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

MFSL was incorporated in the year 1995 by Kamlesh Gandhi and Mukesh Gandhi. The company was registered as an NBFC in 1998 with the RBI. It was initially engaged in the lending of two-wheeler and ME loans, and later on, forayed into CV loans, SME loans, salaried personal loans, and housing loans. In 2008, MFSL floated a subsidiary, MRHMFL (rated 'CARE A; Positive), a non-deposit-taking, National Housing Bank (NHB) registered HFC, which provides housing loans to the low-income group segment in rural and semi-urban areas. The lending activities of MFSL are carried out by it directly through its own network of 171 branches at a standalone level and 77 branches of its HFC subsidiary as on September 30, 2023, in seven states, Gujarat, Rajasthan, Maharashtra, Madhya Pradesh, Karnataka, Tamil Nadu, Chhattisgarh, and Delhi including NCR, alongside other smaller NBFCs and MFIs. As on September 30, 2023, MFSL had relationships with 163 NBFCs and NBFC-MFIs and around 36% of the total AUM of MFSL was built through these NBFCs and NBFC-MFIs. As on March 31, 2023, the consolidated AUM stood at ₹8,506 crore (September 30, 2023: ₹9,547 crore) as compared to ₹6,565 crore as on March 31, 2022, of which ME loans constituted 46% (H1FY24: 44.5%), SME loans constituted 35% (H1FY24: 34%), two-wheeler loans constituted 6.5% (H1FY24: 6.5%), CV loans constituted 4% (H1FY24: 6%), salaried personal loans constituted 3.5% (H1FY24: 4%), and housing finance loans constituted around 5% (H1FY24: 5%) of the AUM. The company's business is present in around 11,400 locations and caters to the funding requirements of around 760,000+ live customers. In October 2017, MFSL came out with an IPO and raised fresh an equity capital of ₹233 crore. MFSL had also raised ₹135 crore in a pre-IPO round of funding through issue of shares to the Motilal Oswal group. The shares of MFSL are listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE).

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	March 31, 2023 (A)	September 30, 2023 (UA)*
Total income	628	691	990	605
PAT	146	161	206	119.50
Total Assets	5,405	6,294	7,993	8,930
Net NPA (%)-Standalone	0.99	1.18	1.21	1.30
ROTA (%)	2.85	2.75	2.88	2.82

A: Audited; UA: Unaudited; *Annualised. Note: The above results are the latest financial results available.

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for the last three years: Please refer to 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

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument/Bank Facilities	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	-	June 30, 2027	6,000	CARE A+; Positive
Fund-based - LT-Cash Credit	-	-	-	-	2,000	CARE A+; Positive
Debentures-Market Linked Debentures	INE348L07084	June 23, 2021	8.50%	December 23, 2023	-	Withdrawn*
Debentures-Market Linked Debentures	INE348L07092	September 17, 2021	8.50%	September 18, 2023	-	Withdrawn*
Debentures-Market Linked Debentures	INE348L07100	November 25, 2021	8.50%	January 25, 2024	100	CARE PP-MLD A+; Positive
Debentures-Market Linked Debentures	INE348L07118	June 6, 2022	8.60%	December 6, 2023	-	Withdrawn*
Debentures-Market Linked Debentures	INE348L07134	July 29, 2022	8.60%	January 29, 2024	100	CARE PP-MLD A+; Positive
Debentures-Market Linked Debentures	INE348L07142	December 01, 2022	8.90%	December 03, 2024	100	CARE PP-MLD A+; Positive
Debentures-Non-convertible Debentures	INE348L07126	June 22, 2022	8.93%	June 21, 2024	50	CARE A+; Positive
Debentures-Non-convertible Debentures	INE348L07159	September 28, 2023	9.75%	September 28, 2026	100	CARE A+; Positive
Debentures-Non-convertible Debentures (Proposed)	-	-	-	-	100	CARE A+; Positive
Debentures-Non-convertible Debentures (Proposed)	-	-	-	-	400	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08041	October 20, 2021	10.75%	May 20, 2027	50	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08058	December 29, 2021	10.75%	December 29, 2027	50	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08066	September 29, 2022	10.75%	April 28, 2028	25	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08074	December 21, 2022	10.75%	December 21, 2028	35	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08082	March 10, 2023	10.75%	October 10, 2028	50	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08090	March 27, 2023	10.75%	October 27, 2028	50	CARE A+; Positive
Debentures-Subordinated Bonds	INE348L08108	December 08, 2023	10.75%	July 08, 2029	50	CARE A+; Positive
Debentures-Subordinated Bonds (Proposed)	-	-	-	-	90	CARE A+; Positive
Commercial Paper (Proposed)	-	-	-	7-364 days	250	CARE A1+

*Total MLDs reduced by ₹300 crore following redemption.

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	Fund-based - LT-Term Loan	LT	6000.00	CARE A+; Positive	1)CARE A+; Positive (21-Sep-23)	1)CARE A+; Stable (02-Mar-23) 2)CARE A+; Stable (16-Sep-22) 3)CARE A+; Stable (02-May-22)	1)CARE A+; Stable (14-Sep-21)	1)CARE A+; Stable (15-Sep-20)
2	Fund-based - LT-Cash Credit	LT	2000.00	CARE A+; Positive	1)CARE A+; Positive (21-Sep-23)	1)CARE A+; Stable (02-Mar-23) 2)CARE A+; Stable (16-Sep-22) 3)CARE A+; Stable (02-May-22)	1)CARE A+; Stable (14-Sep-21)	1)CARE A+; Stable (15-Sep-20)
3	Fund-based - ST-Working Capital Limits	ST	-	-	-	-	-	1)Withdrawn (15-Sep-20)
4	Commercial Paper-Commercial Paper (Standalone)	ST	250.00	CARE A1+	1)CARE A1+ (21-Sep-23)	1)CARE A1+ (02-Mar-23) 2)CARE A1+ (16-Sep-22) 3)CARE A1+ (02-May-22)	1)CARE A1+ (14-Sep-21)	1)CARE A1+ (15-Sep-20)

5	Debentures-Non Convertible Debentures	LT	250.00	CARE A+; Positive	1)CARE A+; Positive (21-Sep-23)	1)CARE A+; Stable (02-Mar-23) 2)CARE A+; Stable (16-Sep-22) 3)CARE A+; Stable (02-May-22)	1)CARE A+; Stable (14-Sep-21)	1)CARE A+; Stable (15-Sep-20) 2)CARE A+; Stable (25-May-20)
6	Debentures-Market Linked Debentures	LT	-	-	1)CARE PP-MLD A+; Positive (21-Sep-23)	1)CARE PP-MLD A+; Stable (02-Mar-23) 2)CARE PP-MLD A+; Stable (16-Sep-22) 3)CARE PP-MLD A+; Stable (02-May-22)	1)CARE PP-MLD A+; Stable (14-Sep-21)	1)CARE PP-MLD A+; Stable (31-Mar-21)
7	Debentures-Market Linked Debentures	LT	75.00	CARE PP-MLD A+; Positive	1)CARE PP-MLD A+; Positive (21-Sep-23)	1)CARE PP-MLD A+; Stable (02-Mar-23) 2)CARE PP-MLD A+; Stable (16-Sep-22) 3)CARE PP-MLD A+; Stable (02-May-22)	1)CARE PP-MLD A+; Stable (14-Sep-21) 2)CARE PP-MLD A+; Stable (17-Jun-21)	-
8	Bonds-Subordinated	LT	100.00	CARE A+; Positive	1)CARE A+; Positive (21-Sep-23)	1)CARE A+; Stable (02-Mar-23) 2)CARE A+; Stable (16-Sep-	1)CARE A+; Stable (27-Sep-21)	-

						22) 3)CARE A+; Stable (02-May-22)		
9	Debentures-Market Linked Debentures	LT	100.00	CARE PP-MLD A+; Positive	1)CARE PP-MLD A+; Positive (21-Sep-23)	1)CARE PP-MLD A+; Stable (02-Mar-23) 2)CARE PP-MLD A+; Stable (16-Sep-22) 3)CARE PP-MLD A+; Stable (02-May-22)	1)CARE PP-MLD A+; Stable (21-Oct-21)	-
10	Bonds-Subordinated	LT	100.00	CARE A+; Positive	1)CARE A+; Positive (21-Sep-23)	1)CARE A+; Stable (02-Mar-23) 2)CARE A+; Stable (16-Sep-22) 3)CARE A+; Stable (02-May-22)	-	-
11	Debentures-Market Linked Debentures	LT	125.00	CARE PP-MLD A+; Positive	1)CARE PP-MLD A+; Positive (21-Sep-23)	1)CARE PP-MLD A+; Stable (02-Mar-23) 2)CARE PP-MLD A+; Stable (16-Sep-22) 3)CARE PP-MLD A+; Stable (02-May-22)	-	-
12	Bonds-Subordinated	LT	200.00	CARE A+;	1)CARE A+;	1)CARE A+; Stable	-	-

				Positive	Positive (21-Sep-23)	(02-Mar-23)		
13	Debentures-Non Convertible Debentures	LT	400.00	CARE A+; Positive				

*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

Sr. No.	Name of Instrument	Complexity Level
1	Bonds-Subordinated	Simple
2	Commercial Paper-Commercial Paper (Standalone)	Simple
3	Debentures-Market Linked Debentures	Highly Complex
4	Debentures-Non-convertible Debentures	Simple
5	Fund-based - LT-Cash Credit	Simple
6	Fund-based - LT-Term Loan	Simple

Annexure-5: Lender details

To view the lender wise details of bank facilities please click here

Note on the 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.

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About us:
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