

Manappuram Finance Limited

October 08, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	8,605.00	CARE AA; Stable	Reaffirmed
Short-term bank facilities	5,395.00	CARE A1+	Reaffirmed
Non-convertible debentures-V	670.25	CARE AA; Stable	Reaffirmed
Non-convertible debentures-X	125.00	CARE AA; Stable	Reaffirmed
Non-convertible debentures-XI	740.00	CARE AA; Stable	Reaffirmed
Non-convertible debentures-XII	75.00	CARE AA; Stable	Reaffirmed
Commercial Paper	4,000.00	CARE A1+	Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

Ratings assigned to bank facilities and debt instruments of Manappuram Finance Limited (MAFIL) factor in long track record of operations and established market position of MAFIL as one of the leading players in the gold loan industry in India, experienced promoters and management team, healthy profitability indicators with improvement in FY24, good asset quality, comfortable capitalisation levels, diversified resource profile, and adequate risk management and management information systems. However, ratings are constrained by exposure to price risk of gold, high competition from banks in gold loan segment, geographical concentration of gold loan portfolio and challenges associated with non-gold segments with the company's limited track record in the micro, small and medium enterprises (MSME), vehicle and corporate loan portfolio. The company's non-gold loan portfolio has grown significantly over the years and stood at 49% of the portfolio as on March 31, 2024.

There is intense competition between banks and non-banking finance companies (NBFCs) in the gold loan segment. MAFIL's consolidated gold loan assets under management (AUM) increased by 9% in FY24 as against degrowth of 2% in FY23, however tonnage of gold loan portfolio continues to remain lower than pre-covid levels.

Rating sensitivities: Factors likely to lead to rating actions

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

- Significant increase in the scale of operations with product diversification and stable performance across all products along with stable asset quality.

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

- Weakening of asset quality parameters, with continuous increase in gross non-performing asset (GNPA) level.
- Weakening of capitalisation with overall gearing above 4x on a sustained basis.
- Moderation in profitability to return on total assets (ROTA) of below 2.00% on a sustained basis.

Analytical approach:

Consolidated; considering that subsidiaries are an integral part of the group with shared brand name, business linkages, and common promoter. The list of subsidiaries considered for consolidation is per Annexure-6.

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

Outlook: Stable

CARE Ratings Limited (CARE Ratings) believes that the entity shall sustain its healthy profitability and capital adequacy while maintaining good asset quality over the medium term.

Detailed description of key rating drivers:**Key strengths****Long track record and established market position**

MAFIL has an established track record of operations of over three decades in the financing industry and has consequently established a strong brand image in the market. MAFIL is the one of the biggest gold loan NBFCs in India. The company's consistent efforts in advertising and branding strategy have increased its brand recall significantly among the customers. The company has presence in vehicle finance, corporate loans to NBFCs and MSME segments on its own book. MAFIL has a presence in microfinance and housing finance segments through its subsidiaries, Asirvad Microfinance Limited (AMFL; rated 'CARE AA-; Stable') and Manappuram Home Finance Private Limited (MHFL; rated 'CARE AA-; Stable'), respectively. As on March 31, 2024, MAFIL (consolidated) had 5286 branches spread across India, with AUM of ₹42,070 crore. AUM stood at ₹44,932 crore as on June 30, 2024. The company through its subsidiaries expanded its presence in new businesses like microfinance and home finance, where its footprint has been growing.

Experienced promoters and management team

Promoters have been in the gold loan business for over six decades. The business was founded by V C Padmanabhan in 1949, and V P Nandakumar took over the business in 1986. Later in 1992, MAFIL was incorporated to expand the group's presence in the gold loan business by opening branches PAN-India. Currently, the company operates with 5,286 branches as on March 31, 2024. The company's day-to-day operations are managed by a team of professionals overseen by the board, which comprises ten directors, including seven independent directors with extensive experience in NBFC sector.

Healthy profitability indicators with improvement in FY24

The company's overall AUM (consolidated) grew by 19% in FY24 (PY: 17%) and 7% in Q1FY25, respectively aided by relatively higher growth majorly in non-gold loan segment. Non-gold loan portfolio grew by 31% in FY24 (PY: 56%) majorly because of growth in vehicle segment (69%), housing segment (38%) and MFI segment (18%). Gold loan portfolio grew by 9% in FY24. Share of gold loan in overall portfolio decreased from 56% as on March 31, 2023, to 51% as on March 31, 2024, and stood at 53% as on June 30, 2024.

The company on a consolidated basis reported profit after taxes (PAT) of ₹2,197 crore on total income of ₹₹8,920 crore in FY24 as against ₹1,500 crore on total income of ₹6,750 crore in FY23. Yield improved in FY24 from 19.20% in FY23 to 20.49% in FY24. Net interest margin (NIM) stood at 13.09% in FY24 as against 11.72% in FY23 as the increased yield was greater than the increase in cost of borrowing. Operating expenses (Opex/average total assets) improved from 6.08% in FY23 to 5.87% in FY24 with improvement in operating efficiency. Credit cost moderated from 0.84% in FY23 to 1.35% in FY24 because of higher delinquencies majorly in the non-gold segment. With increase in NIM, ROTA stood at 5.12% in FY24 as against 4.12% in FY23.

In Q1FY25, MAFIL (consolidated) reported a PAT of ₹557 crore on a total income of ₹2,512 crore as against ₹498 crore on a total income of ₹2,057 crore in Q1FY24.

MAFIL on a standalone basis reported a PAT of ₹1,658 crore on a total income of ₹5,855 crore in FY24 as against PAT of ₹1,266 crore on a total income of ₹4,827 crore in FY23. Yield improved in FY24 to 20.97% against 19.74% in FY23. NIM increased to 12.34% in FY24 as against 11.56% in FY23. Opex (as a % of average total assets) stood at 5.38% in FY24 as against 5.62% in FY23. Credit cost increased from 0.16% in FY23 to 0.34% in FY24. Despite higher credit cost, ROTA improved to 5.25% in FY24 as against 4.51% in FY23, with improvement in NIM and lower opex. In Q1FY25, the company reported PAT of ₹441 crore on total income of ₹1622 crore as against PAT of ₹381 crore on total income of ₹1357 crore in Q1FY24.

CARE Ratings expects profitability to remain healthy in the medium term despite moderation in yields expected in microfinance segment.

Good asset quality metrics

Secured gold loan portfolio helps the company in maintaining good asset quality despite delinquencies. Further with shorter tenure of gold loan portfolio and the company conducting regular auctions helps keeping the credit costs under check. The company's asset quality witnessed moderation in FY24 as MAFIL (standalone) reported gross non-performing assets (GNPA) and net NPA (NNPA) of 1.93% and 1.70% as on March 31, 2024, as against 1.33% and 1.15%, respectively, as on March 31, 2023. The company's GNPA and NNPA stood at 1.96% and 1.70%, respectively as on June 30, 2024. The company also has a limited track record, higher growth and low seasoning in the vehicle finance segment, and performance through different economic cycles is yet to be established in this segment.

Asset quality remained moderate in microfinance and home loan segment as on March 31, 2024. GNPA and NNPA for MHFL stood at 2.39% and 1.66%, respectively as on March 31, 2024 (1.87% and 1.26%, respectively as on March 31, 2023). For AMFL, GNPA and NNPA stood at 3.75% and 1.71% as on March 31, 2024, (2.81% and 1.15% as on March 31, 2023, respectively)

The company's ability to improve its asset quality in the non-gold segment remains a key monitorable.

Comfortable capitalisation levels

The company's capitalisation level remains comfortable aided by healthy internal accruals. Capital adequacy ratio (CAR) and Tier-1 CAR stood at 30.58% and 30.58% as on March 31, 2024, as against 31.70% and 31.70% respectively as on March 31, 2023. CAR stood at 29.57% as on June 30, 2024.

Overall gearing (consolidated) stood at 2.98x as on March 31, 2024, as against 3.02x as on March 31, 2023. The company had consolidated tangible net worth (TNW) of ₹11,276 crore as on March 31, 2024, as against ₹9,248 crore as on March 31, 2023.

On a standalone basis the company's gearing stood at 2.19x with TNW of ₹10,246 crore as on March 31, 2024. CARE Ratings expects CAR to remain comfortable going forward considering strong internal accruals and expects the company would infuse equity in its subsidiaries on need basis whenever it is required.

Adequate risk management and management information systems

MAFIL has put in place adequate risk management systems. The branch employees have been trained to appraise gold jewellery provided as security against loans by prospective borrowers. The company has implemented systems for ensuring gold security and reducing custodial risks, including highly secured vaults with dual control and

insurance of gold. All the branches are monitored by surveillance cameras. The core gold loan application software, which was developed in-house by the MAFIL team, is used by the branches and is linked to the financial software. Furthermore, branches are inter-connected, which helps the company to extract reports for monitoring branches daily. Notably, MAFIL has developed an app-based (web and mobile) application for re-pledge and closure of gold loans. The presence of adequate information technology (IT) and management information system (MIS) ensures smooth functioning of operations and helps the senior management in exercising effective control of its operations

Diversified resource profile

MAFIL (Consolidated) has a fairly diversified funding profile with access to funding from banks and market instruments like NCDs and commercial papers (CPs). As on March 31, 2024, the company's funding profile consisted of term loan and cash credit (CC) at 79% of the total borrowings (PY: 76%), followed by NCDs at 14% (PY: 23%), ECB at 3% (PY:1%), CP at 2% (PY: 0.00%) and other sources at 1% (PY: 0.00%). Proportion of term Loan and CC stood at 74% as on June 30, 2024, followed by NCD at 12%, ECB at 10% with CP at 2% (PY: 0.00%) and other sources at 1% (PY: 0.00%), as on June 30, 2024.

On a standalone basis, the share of term loan and CC stood at 76% (PY: 74%) followed by bonds at 16% (PY: 26%), CP at 4% (0.00) and ECB at 4% (PY: 0.00%) as on March 31, 2024. Share of term loans and CC declined to 69% followed by bonds at 14%, CP at 3% and ECB at 14% as on June 30, 2024.

Key weaknesses

Exposure to price risk of gold and increasing competition from banks in gold loan business

As on March 31, 2024, gold loans on a consolidated basis constituted ~51% of AUM, as against 56% as on March 31, 2023. The company now extends gold loan for a tenor of one year with 99% of the portfolio in this tenure as on March 31, 2024, as against 10% as on March 31, 2023. This exposes the company to price risk of gold. The company's ability to keep auction losses under control remain a key monitorable.

Banks have increased the focus on gold jewellery loans due to its secured nature over the years. Per the sectoral deployment of credit (source: RBI), gold jewellery loan extended by the banks has increased from ₹33,503 crore as on March 27, 2020, to ₹1,02,458 crore as on March 24, 2024, growing at a CAGR of 32% over four years. Regarding MAFIL, tonnage of gold holdings (underlying security) declined from 60.1 tonne as on March 31, 2023, to 58.8 tonne as on March 31, 2024, and increased to 59.6 tonne as on June 30, 2024. Quantum of loans with ticket size above ₹2 lakh increased from ₹6,629 crore as on March 31, 2023, to ₹6755 crore as on March 31, 2024, and ₹7933 crore as on June 30, 2024. The price of gold has increased by 24% in FY24, which has resulted in increase in quantum of higher ticket size loans. Impact of RBI rule which caps cash disbursement to ₹20,000 also impacted the disbursement to certain extent. MAFIL's ability to attract new customers is critical to its AUM growth and remains a key monitorable.

Geographical concentration of loans

MAFIL has a pan India (28 States and UTs) presence, with its 5,286 branches (on a consolidated basis) as on March 31, 2024. In the last few years, gold loans portfolio as a percentage of AUM in south India has been

decreasing, however it still remains high. As on March 31, 2024, southern states constituted 55% of the total gold loan portfolio (PY:55%). Concentration of loans remains a challenge for non-gold segments.

Challenges associated with non-gold segments

As part of its diversification strategy, in FY15, MAFIL ventured in vehicle finance and other segments. The vehicle finance AUM (consolidated) stood at ₹4,111 crore as on March 31, 2024, and at ₹4,541 crore as on June 30, 2024, as against ₹2,455 crore as on March 31, 2023. The company also built a corporate loan portfolio, where, it lends only to NBFCs, which stood at ₹989 crore as on March 31, 2024, against ₹1,005 crore as on March 31, 2023. The corporate loan book stood at ₹916 crore as on June 30, 2024. The company also has presence in other loan segments such as MSME, two-wheeler, and micro home loans among others, and this portfolio stands at ₹2661 crore as on March 31, 2024, and ₹2708 crore as on June 30, 2024, as against ₹1945 crore as on March 31, 2023. MHFL is a wholly owned subsidiary of MAFIL, whereas MAFIL holds 97.60% in AMFL as on March 31, 2024. MAFIL has been infusing equity into the subsidiaries on need basis. As on March 31, 2024, AMFL and MHFL has AUM of ₹11,880 crore and ₹1,532 crore, respectively (₹12,309 crore and ₹1614 crore as on June 30, 2024). On a consolidated basis, non-gold loan business accounted for 49% of the portfolio, as on March 31, 2024 (PY: 44%). With majority of growth coming in the recent years in housing loans, vehicle loans and MSME loans, seasoning of portfolio remains limited. With respect to AMFL, microfinance sector continues to be impacted by the inherent risk involved, including, socio-political intervention risk and risks emanating from regulatory environment for unsecured lending and marginal profile of borrowers who are vulnerable to economic downturns apart from operational risks related to cash-based transaction.

Liquidity: Adequate

MAFIL's liquidity profile remained adequate with healthy internal accruals and access to short-term and long-term funds. The company's ALM has no cumulative mismatch in time buckets upto one year as on June 30, 2024. The company on a standalone basis had cash and cash equivalents of ₹3,782 crore and unavailed lines of credit amounting to ₹1,707 crore as on June 30, 2024. The company's most of the borrowing have a longer tenure while the advances are of relatively shorter tenure in case of gold Loans leading to positive mismatches in ALM. The company also maintains working capital lines to mitigate liquidity risk.

Environment, social, and governance (ESG) risks:

MAFIL has undertaken initiatives on energy efficiency and renewable energy. The firm is an environmentally friendly organisation constantly working towards developing solutions to minimise its impact on environment. It has employed means like solar energy adoption to minimize its carbon footprint. The company has also focused on efficient waste management by reducing paper usage and proper disposal system and recycling of e-waste.

In terms of social factors, the company has taken initiatives in the education sector by providing monthly support to tribal children. The company has ensured well-being of its customers by financial inclusion, providing good customer relationship management and mechanisms to track diversity and inclusion metrics. In terms of governance factors, the company focusses on prioritising risk management practices, giving importance to transparency and adherence to regulatory compliance.

Applicable criteria

[Definition of Default](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios - Financial Sector](#)

[Short Term Instruments](#)

[Non Banking Financial Companies](#)

[Consolidation](#)

About the company and industry

Industry Classification

Macroeconomic indicator	Sector	Industry	Basic industry
Financial services	Financial services	Finance	Non-banking financial company (NBFC)

MAFIL is a NBFC registered with RBI as non-deposit accepting loan company, headquartered in Valapad, Kerala. MAFIL is promoted by VP Nandakumar in 1992 and as on March 31, 2024, promoters' stake in MAFIL stood at 35.20%. The company is listed on BSE and NSE. The remaining shareholders are domestic institutions (9%) and foreign institutional investors (32%) and public shareholders. The company offers loan against used jewellery/ gold ornaments, and it constitutes ~51% of AUM (on consolidated basis) as on March 31, 2024. Rest of AUM majorly include MFI loans, vehicle loans, housing loans, MSME and allied loans and corporate loans, which stood at 26%, 10%, 4%, 7% and 2%, respectively as on March 31, 2024. As on June 30, 2024, the gold loan constitutes ~51%, MFI Loans at 25% and other loans being the balance. The company provides MFI loans and housing loans through its subsidiaries namely Asirvad Microfinance Limited (rated CARE AA-; Stable) and Manappuram Home Finance Limited (rated CARE AA-; Stable) respectively. The company has consolidated AUM of ₹42,070 crore as on March 31, 2024, and ₹44,932 crore as on June 30, 2024.

Consolidated Financials

Brief Financials (₹ crore)	31-03-2023 (A)	31-03-2024 (A)	30-06-2024 (UA)
Total operating income	6,750	8,920	2,512
PAT	1,500	2,197	557
Interest coverage (times)	1.93	2.03	1.89
Total Assets	39,287	46,475	52,043
Net NPA (%)	1.15	1.70	1.75
ROTA (%)	4.12	5.12	4.52

A: Audited UA: Unaudited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

List of all entities Consolidated: Annexure – 6

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)	INE522D14OG0	July 31, 2024	-	July 29, 2025	100.00	CARE A1+
Commercial paper-Commercial paper (Standalone)	INE522D14OH8	August 20, 2024	-	June 13, 2025	200.00	CARE A1+
Commercial paper-Commercial paper (Standalone)	Proposed	-	-	-	3700.00	CARE A1+
Fund-based - LT-Cash credit	-	-	-	-	341.00	CARE AA; Stable
Fund-based - LT-Term loan	-	-	-	May 2029	8244.00	CARE AA; Stable
Non-fund-based - LT-Bank guarantee	-	-	-	-	20.00	CARE AA; Stable
Fund-based - ST-Working capital Demand loan	-	-	-	-	5395.00	CARE A1+
Debentures-Non-convertible debentures – V	INE522D07AP4	November 29, 2018	Zero Coupon	November 29, 2025	39.77	CARE AA; Stable
Debentures-Non-convertible debentures – V	INE522D07BA4	March 06, 2019	Zero Coupon	May 05, 2026	20.48	CARE AA; Stable
Debentures-Non-convertible debentures – V	INE522D07BY4	December 30, 2021	6.95%	December 30, 2024	250.00	CARE AA; Stable
Debentures-Non-convertible debentures – X	INE522D07BN7	July 09, 2020	9.50%	July 09, 2030	125.00	CARE AA; Stable
Debentures-Non-convertible debentures-V & XI	INE522D07CC8	March 13, 2023	9.22%	March 13, 2033	1100.00	CARE AA; Stable
Debentures-Non-convertible	Proposed	-	-	-	50.00	CARE AA; Stable

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 – XII						
Debentures-Non-convertible debentures – XII	INE522D07CG9	March 28,2024	8.60%	March 28,2034	25.00	CARE AA; Stable

Annexure-2: Rating history of 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 2024-2025	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
1	Fund-based - LT-Term Loan	LT	8244.00	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
2	Fund-based - ST-Working Capital Demand loan	ST	5395.00	CARE A1+	-	1)CARE A1+ (22-Mar-24) 2)CARE A1+ (06-Oct-23)	1)CARE A1+ (24-Jan-23) 2)CARE A1+ (13-Dec-22)	1)CARE A1+ (30-Mar-22) 2)CARE A1+ (08-Sep-21)

							3)CARE A1+ (10-Oct-22)	
3	Fund-based - LT-Cash Credit	LT	341.00	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
4	Commercial Paper-Commercial Paper (Standalone)	ST	4000.00	CARE A1+	-	1)CARE A1+ (22-Mar-24) 2)CARE A1+ (06-Oct-23)	1)CARE A1+ (24-Jan-23) 2)CARE A1+ (13-Dec-22) 3)CARE A1+ (10-Oct-22)	1)CARE A1+ (30-Mar-22) 2)CARE A1+ (08-Sep-21)
5	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)

6	Debentures-Non Convertible Debentures	LT	670.25	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
7	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
8	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
9	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn	1)CARE AA; Stable	1)CARE AA; Stable

						(06-Oct-23)	(24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	(30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
10	Debentures-Non Convertible Debentures	LT	-	-	-	-	-	1)Withdrawn (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
11	Debentures-Non Convertible Debentures	LT	125.00	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22) 3)CARE AA; Stable (10-Oct-22)	1)CARE AA; Stable (30-Mar-22) 2)CARE AA; Stable (08-Sep-21)
12	Non-fund-based - LT-Bank Guarantee	LT	20.00	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	1)CARE AA; Stable (24-Jan-23) 2)CARE AA; Stable (13-Dec-22)	-
13	Debentures-Non Convertible Debentures	LT	740.00	CARE AA; Stable	-	1)CARE AA; Stable	1)CARE AA; Stable	-

						(22-Mar-24) 2)CARE AA; Stable (06-Oct-23)	(24-Jan-23)	
14	Debentures-Non Convertible Debentures	LT	75.00	CARE AA; Stable	-	1)CARE AA; Stable (22-Mar-24)	-	-

LT: Long term; ST: Short term

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

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (Standalone)	Simple
2	Debentures-Non Convertible Debentures	Simple
3	Fund-based - LT-Cash Credit	Simple
4	Fund-based - LT-Term Loan	Simple
5	Fund-based - ST-Working Capital Demand loan	Simple
6	Non-fund-based - LT-Bank Guarantee	Simple

Annexure-5: Lender details

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

Annexure-6: List of all entities Consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	Manappuram Home Finance Limited	Full	100.00% Subsidiary
2	Manappuram Insurance Brokers Limited	Full	100.00% Subsidiary
3	Asirvad Microfinance Limited	Full	97.60% Subsidiary
4	Manappuram Comptech and Consultants Limited	Full	99.81% Subsidiary

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

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