

IL&FS Financial Services Limited

December 26, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	2,425.00	CARE D	Reaffirmed
Long-term instruments	600.00	CARE D	Reaffirmed
Long-term instruments	100.00	CARE D	Reaffirmed
Long-term instruments	100.00	CARE D	Reaffirmed
Long-term instruments	100.00	CARE D	Reaffirmed
Long-term instruments	250.00	CARE D	Reaffirmed
Long-term instruments	100.00	CARE D	Reaffirmed
Long-term instruments	100.00	CARE D	Reaffirmed
Long-term instruments	200.00	CARE D	Reaffirmed
Non-convertible debentures	350.00 (Reduced from 400.00)	CARE D	Reaffirmed
Non-convertible debentures	500.00	CARE D	Reaffirmed
Non-convertible debentures	925.00 (Reduced from 1,000.00)	CARE D	Reaffirmed
Non-convertible debentures	400.00	CARE D	Reaffirmed
Non-convertible debentures	1,000.00	CARE D	Reaffirmed
Non-convertible debentures	1,500.00	CARE D	Reaffirmed
Commercial paper	4,000.00	CARE D	Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

Reaffirmation of ratings of debt instruments and bank facilities of IL&FS Financial Services Limited (IFIN) is considering continued instances of irregularities in debt servicing by the company.

Based on the petition filed by the Union of India, the National Company Law Tribunal (NCLT) suspended the erstwhile board and appointed a new board proposed by the Union of India, vide its order dated October 01, 2018, which took charge of the company from October 04, 2018. Per the order passed by the NCLT on October 09, 2018, the newly constituted Board of Infrastructure Leasing and Financial Services Limited (IL&FS) was empowered to replace directors of subsidiary companies of IL&FS including IFIN. IL&FS' new board has been working on the IL&FS Group's resolution plan.

As part of the resolution process, the company's new board of directors submitted several progress reports to the NCLT, including a framework for a resolution plan and process, steps undertaken for monetisation of assets, appointment of consultants, and classification of group entities based on their abilities to meet financial and operational obligations, measures for cost optimisation and protocol for making payments beyond certain limits. The company has been making some recoveries, and the funds are used for making payments mostly to meet operational expenses to ensure its going concern status.

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

Withdrawal of ISINs INE121H07950 and INE121H07BH1 as the company has redeemed them on due dates prior to September 2018 and has been confirmed by the debenture trustee.

Rating sensitivities: Factors likely to lead to rating actions

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

- Timely debt servicing for at least three consecutive months.

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

- Not applicable

Analytical approach: Standalone

CARE Ratings Limited (CareEdge Ratings) has analysed standalone credit profile of IFIN and IFIN's financial, operational, and managerial linkages with its parent, IL&FS.

Outlook: Not applicable

Detailed description of key rating drivers:

Key weaknesses

Ongoing delays in debt servicing

There have been continued instances of irregularities in debt servicing by the company since September 2018.

Key strengths: Not applicable

Liquidity: Poor

The company's liquidity profile is poor, leading to continuous default in its debt obligations from September 2018.

Assumptions/Covenants: Not applicable

Environment, social, and governance (ESG) risks: Not applicable

Applicable criteria

[Definition of Default](#)

[Financial ratios – Financial sector](#)

[Rating Outlook and Rating Watch](#)

[Factoring Linkages Parent Sub JV Group](#)

[Short Term Instruments](#)

[Non Banking Financial companies](#)

[Withdrawal Policy](#)

About the company and industry

Industry classification

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

Incorporated in September 1995, IFIN is registered as systemically important non-deposit taking non-banking financial company (NBFC-ND-SI). IFIN is a 100% subsidiary of IL&FS. IFIN's business profile is broadly divided into investment banking business (asset and structured finance), project debt syndication business, corporate advisory services business, and project finance advisory.

Brief Financials (₹ crore)	March 31, 2018 (A)*	March 31, 2019 (A)^
Total income	1,676	295
PAT	-3,322	-13,275
Interest coverage (times)	-	-
Total assets [#]	21,268	3,381
ROTA (%)	-16.42	-123.31

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

*Per recently published re-casted financials, ^per published in audited financials for FY19 per Ind AS, #net of deferred tax assets and intangible assets.

Status of non-cooperation with previous CRA: IFIN has not co-operated with ICRA Limited (ICRA), which has classified it as non-cooperative for non-furnishing of information per the press release dated November 07, 2025.

IFIN has not co-operated with Brickwork Ratings, which has classified it as non-cooperative for non-furnishing of information per the press release dated March 05, 2025.

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures-Non-convertible debentures	INE121H07BC2	14-Jun-16	8.75%	14-Jun-19	5	CARE D
Debentures-Non-convertible debentures	INE121H07AS0	31-Mar-16	8.90%	31-Mar-21	5	CARE D
Debentures-Non-convertible debentures	INE121H07AE0	28-Aug-14	9.55%	28-Aug-24	6	CARE D
Debentures-Non-convertible debentures	INE121H07BE8	14-Jun-16	8.75%	14-Jun-23	11	CARE D
Debentures-Non-convertible debentures	INE121H07AV4	03-Jun-16	8.75%	03-Dec-18	15	CARE D
Debentures-Non-convertible debentures	INE121H07AW2	03-Jun-16	8.75%	03-Jun-19	15	CARE D
Debentures-Non-convertible debentures	INE121H07AM3	21-Mar-16	8.90%	21-Mar-21	18	CARE D
Debentures-Non-convertible debentures	INE121H07AO9	28-Mar-16	8.90%	28-Mar-19	25	CARE D
Debentures-Non-convertible debentures	INE121H07BI9	28-Jun-16	8.78%	28-Jun-21	25	CARE D
Debentures-Non-convertible debentures	INE121H07BL3	01-Aug-16	8.75%	01-Aug-21	25	CARE D
Debentures-Non-convertible debentures	INE121H07BD0	14-Jun-16	8.75%	14-Jun-21	29	CARE D
Debentures-Non-convertible debentures	INE121H07BG3	21-Jun-16	8.80%	21-Jun-23	30	CARE D

Debentures-Non-convertible debentures	INE121H07BS8	30-Sep-16	8.50%	30-Sep-26	35	CARE D
Debt-Subordinate debt	INE121H08073	27-Jan-16	8.90%	27-Jan-26	35	CARE D
Debentures-Non-convertible debentures	INE121H07AL5	21-Mar-16	8.90%	21-Mar-19	37	CARE D
Debentures-Non-convertible debentures	INE121H07AD2	28-Aug-14	9.60%	28-Aug-19	37.25	CARE D
Debentures-Non-convertible debentures	INE121H07BX8	01-Aug-17	7.75%	01-Aug-22	40	CARE D
Debentures-Non-convertible debentures	INE121H07AC4	03-Jul-14	9.50%	03-Jul-24	47	CARE D
Debentures-Non-convertible debentures	INE121H07950	18-Sep-13	10.50%	28-Aug-18	-	Withdrawn
Debentures-Non-convertible debentures	INE121H07AN1	23-Mar-16	8.88%	15-May-19	50	CARE D
Debentures-Non-convertible debentures	INE121H07BA6	09-Jun-16	8.75%	09-Jun-21	50	CARE D
Debentures-Non-convertible debentures	INE121H07BW0	25-Jul-17	8.00%	25-Jul-22	50	CARE D
Debentures-Non-convertible debentures	INE121H07CD8	04-Jul-18	9.30%	04-Jul-23	50	CARE D
Debentures-Non-convertible debentures	INE121H08131	06-Dec-16	8.68%	06-Dec-26	50	CARE D
Debentures-Non-convertible debentures	INE121H07BT6	20-Feb-17	8.50%	20-Feb-27	50	CARE D
Debentures-Non-convertible debentures	INE121H07AR2	28-Mar-16	8.85%	28-Mar-26	51	CARE D
Debentures-Non-convertible debentures	INE121H07AX0	03-Jun-16	8.75%	03-Jun-21	55	CARE D
Debentures-Non-convertible debentures	INE121H07AQ4	28-Mar-16	8.90%	28-Mar-23	58	CARE D
Debentures-Non-convertible debentures	INE121H07BP4	16-Aug-16	8.75%	16-Aug-26	60	CARE D
Debt-Subordinate debt	INE121H08081	22-Mar-16	9.03%	22-Mar-26	65	CARE D
Debentures-Non-convertible debentures	INE121H07AT8	31-Mar-16	8.85%	31-Mar-26	70	CARE D
Debentures-Non-convertible debentures	INE121H07BH1	27-Jun-16	8.87%	27-Jun-18	-	Withdrawn
Debentures-Non-convertible debentures	INE121H08107	06-Dec-16	8.65%	06-Jun-21	75	CARE D
Debentures-Non-convertible debentures	INE121H07BK5	18-Jul-16	8.65%	18-Jul-21	75	CARE D
Debentures-Non-convertible debentures	INE121H08107	06-Dec-16	8.65%	06-Jun-22	75	CARE D
Debentures-Non-convertible debentures	INE121H07BY6	01-Sep-17	7.80%	01-Sep-24	85	CARE D
Debentures-Non-convertible debentures	INE121H07AP6	28-Mar-16	8.90%	28-Mar-21	90	CARE D
Debentures-Non-convertible debentures	INE121H07BO7	09-Aug-16	8.54%	08-Nov-19	100	CARE D
Debentures-Non-convertible debentures	INE121H07BF5	21-Jun-16	8.78%	21-Jun-21	100	CARE D
Debentures-Non-convertible debentures	INE121H07BN9	05-Aug-16	8.60%	05-Aug-21	100	CARE D
Debentures-Non-convertible debentures	INE121H07BR0	28-Sep-16	8.22%	28-Sep-21	100	CARE D
Debentures-Non-convertible debentures	INE121H07BZ3	01-Sep-17	7.75%	01-Sep-22	100	CARE D

Debentures-Non-convertible debentures	INE121H08123	06-Dec-16	8.68%	06-Dec-23	100	CARE D
Debentures-Non-convertible debentures	INE121H07BV2	22-Jun-17	8.00%	22-Jun-24	100	CARE D
Debentures-Non-convertible debentures	INE121H07CB2	16-Apr-18	8.70%	16-Apr-25	100	CARE D
Debentures-Non-convertible debentures	INE121H07CC0	03-May-18	8.70%	03-May-25	100	CARE D
Debentures-Non-convertible debentures	INE121H07BM1	01-Aug-16	8.90%	01-Aug-26	100	CARE D
Debentures-Non-convertible debentures	INE121H07BQ2	12-Sep-16	8.51%	12-Sep-26	100	CARE D
Debentures-Non-convertible debentures	INE121H07BU4	05-Apr-17	8.23%	05-Apr-27	100	CARE D
Debt-Perpetual debt	INE121H08149	29-Dec-17	8.80%	Perpetual	100	CARE D
Debt-Perpetual debt	INE121H08156	22-Mar-18	9.00%	Perpetual	100	CARE D
Debt-Subordinate debt	INE121H08057	27-Nov-12	9.55%	27-Nov-22	100	CARE D
Debt-Subordinate debt	INE121H08065	28-Feb-13	9.55%	28-Feb-23	100	CARE D
Debt-Subordinate debt	INE121H08099	29-Sep-16	8.69%	29-Sep-26	100	CARE D
Debt-Subordinate debt	INE121H08164	23-Apr-18	8.90%	23-Apr-28	100	CARE D
Debentures-Non-convertible debentures	INE121H07935	17-Sep-13	10.50%	17-Sep-18	175	CARE D
Debentures-Non-convertible debentures	INE121H07CA4	28-Mar-18	8.75%	28-Mar-23	200	CARE D
Debt-Subordinate debt	INE121H08016	28-Dec-11	10.30%	28-Dec-21	200	CARE D
Debt-Subordinate debt	INE121H08024	22-Mar-12	10.30%	22-Mar-22	200	CARE D
Debt-Subordinate debt	INE121H08032	29-Jun-12	10.15%	29-Jun-22	200	CARE D
Preference shares-Non-convertible redeemable preference share	NA	30-Mar-16	-	30-Mar-21	250	CARE D
Debentures-Non-convertible debentures	INE121H07AB6	03-Jul-14	9.50%	03-Jul-19	253	CARE D
Debentures-Non-convertible debentures	INE121H08115	06-Dec-16	8.65%	06-Dec-21	300	CARE D
Debentures-Non-convertible debentures (Proposed)	NA	-	-	-	1,147.75	CARE D
Fund-based-LT-Term loan	NA	-	-	09-Feb-20	2,425.00	CARE D
Short-term instruments - Commercial paper issue	NA	-	-	Up to 1 year	4,000.00	CARE D

Source: IL&FS Financial Services Limited

Annexure-2: Rating history for 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 2025-2026	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
1	Commercial Paper-Commercial Paper (Standalone)	ST	4000.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
2	Debt-Subordinate Debt	LT	600.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
3	Debt-Subordinate Debt	LT	100.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
4	Debentures-Non Convertible Debentures	LT	350.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
5	Debt-Subordinate Debt	LT	100.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
6	Debentures-Non Convertible Debentures	LT	500.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
7	Debt-Subordinate Debt	LT	100.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
8	Debentures-Non Convertible Debentures	LT	925.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
9	Preference Shares-Non Convertible Redeemable Preference Share	LT	250.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
10	Debentures-Non Convertible Debentures	LT	400.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
11	Debentures-Non Convertible Debentures	LT	1000.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
12	Debt-Subordinate Debt	LT	100.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
13	Debentures-Non Convertible Debentures	LT	1500.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
14	Debt-Subordinate Debt	LT	100.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
15	Fund-based - LT-Term Loan	LT	2425.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)

16	Debt-Perpetual Debt	LT	200.00	CARE D	-	1)CARE D (27-Dec-24)	1)CARE D (28-Dec-23)	1)CARE D (29-Dec-22)
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LT: Long term; ST: Short term; LT/ST: Long term/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	Debt-Perpetual Debt	Highly Complex
4	Debt-Subordinate Debt	Complex
5	Fund-based - LT-Term Loan	Simple
6	Preference Shares-Non Convertible Redeemable Preference Share	Highly Complex

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CareEdge 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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