

Nippon Life India Asset Management Limited

February 03, 2026

Scheme Name	Scheme Type	Rating ¹	Rating Action
Nippon India Liquid Fund	Open-ended Liquid Scheme	CARE AAA mfs	Reaffirmed
Nippon India Money Market fund	Open-ended Debt Scheme	CARE AAA mfs	Reclassified ST facilities to LT

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CareEdge Ratings) has assigned credit quality rating (CQR) of "CARE AAA mfs" (pronounced as Triple A Mutual Fund Scheme) to Nippon India Money Market Fund and reaffirmed the CQR assigned to Nippon India Liquid Fund. These funds are managed by Nippon Life India Asset Management Limited (NAM India).

Schemes rated 'CARE AAA mfs' are considered to have highest degree of safety regarding timely payment receipts from investments that have been made.

CareEdge Ratings' fund CQR is an opinion on the overall credit quality of a debt mutual fund scheme or debt exchange traded funds (ETFs). CareEdge Ratings' fund CQR is not a recommendation to purchase, sell, or hold a security/fund. They comment neither on the current market price, suitability for a particular investor, nor on the prospective performance of the fund with respect to appreciation, volatility of net asset value (NAV), or yield of the fund. Ratings do not address the fund's ability to meet the payment obligations to the investors.

Ratings are not an opinion on the fund management practices (including fund structure, expense ratios, and marketing activities), financial performance, and management quality of an asset management company (AMC), and hence do not comment on the business practices. Ratings are also not indicative of compliance and reputation risks, liquidity, market, and sectoral risks.

The rating captures the fund's overall exposure to the default risk based on the credit quality of individual securities in the portfolio. CareEdge Ratings' fund CQR is based on evaluation of the fund's stated investment strategy and portfolio credit risk. It involves evaluation of credit quality of individual securities and diversification of the portfolio. CareEdge Ratings uses the concept of credit scores assigned to individual securities, per credit scoring matrix developed by it.

Rating sensitivities: Factors that could individually or collectively lead to rating actions

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

- Not applicable

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

- CareEdge Ratings could downgrade ratings of the scheme if the credit quality of the underlying securities deteriorates, resulting in a breach in the threshold limit set by CareEdge Ratings for a given rating level.

Analytical approach

Assessment of underlying credit quality of the debt schemes.

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

Detailed description of key rating drivers

The credit score of these rated schemes has been calculated based on portfolio outstanding as on December 31, 2025, and are within the benchmarks set by CareEdge Ratings. CareEdge Ratings reviews the rating of mutual fund scheme on an on-going basis to support its published rating opinions. As such, the scheme portfolios are reviewed monthly. In addition, a detailed annual review of the funds is also undertaken. The fund must maintain the fund credit score within the benchmark fund score associated with a given rating level. If in a particular month, the fund credit score breaches the benchmark, CareEdge Ratings generally provides a curing period of one month to the AMC to correct the situation and realign the score.

Applicable criteria

Fund Credit Quality

About the funds

Nippon India Liquid Fund

Nippon India Liquid Fund is an open-ended liquid scheme launched in December 2003. The investment objective of the scheme is to generate optimal returns consistent with moderate levels of risk and high liquidity by investing in debt and money market instruments. The fund's assets under management (AUM) stood at ₹27,591.03 crore as on December 31, 2025.

Nippon India Money Market Fund:

Nippon India Money Market Fund is an open-ended debt scheme launched in June 2005. The investment objective of the scheme is to generate optimal returns consistent with moderate levels of risk and liquidity by investing in money market instruments. The fund's AUM stood at ₹20,189.58 crore as on December 31, 2025.

Liquidity: Not applicable

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Financial services	Financial services	Capital markets	Asset management company

NAM India is the asset manager of Nippon India Mutual Fund (NIMF). Nippon Life Insurance Company is its promoter and currently holds 72.05% (as on December 31, 2025) of its total issued and paid-up equity share capital. Equity shares of NAM India are listed on the BSE Limited and the National Stock Exchange of India Limited.

The AMC reported average assets under management (AAUM) at ₹700,958 crore (excluding Fund of Funds - Domestic but including Funds of fund overseas) for the quarter ended December 31, 2025.

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Not applicable

Complexity level of instruments rated: Annexure-3

Lender details: Not applicable

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Nippon India Liquid Fund	-	-	-	-	0.00	CARE AAA mfs
Nippon India Money Market Fund	-	-	-	-	0.00	CARE AAA mfs

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.	Nippon India Liquid Fund	Open-Ended Liquid Scheme – LT	-	CARE AAA mfs	1)CARE AAA mfs (04-Apr-25)	1)CARE AAA mfs (05-Apr-24) 2)CARE AAA mfs (25-Jul-23)	1)CARE A1+ mfs (06-Apr-23) 2)CARE A1+ mfs (25-Jul-23)	1)CARE A1+ mfs (07-Apr-22)
2.	Nippon India Money Market Fund	Open-Ended Debt Scheme - LT	-	CARE AAA mfs	1)CARE A1+ mfs (04-Apr-25)	1)CARE A1+ mfs (05-Apr-24) 2)CARE A1+ mfs (25-Jul-23)	1)CARE A1+ mfs (06-Apr-23) 2)CARE A1+ mfs (25-Jul-23)	1)CARE A1+ mfs (07-Apr-22)

LT: Long term

Annexure-3: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Credit Quality Rating-Liquid Fund	Simple
2	Credit Quality Rating-Money Market Fund	Simple

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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About us:

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