

HDB Financial Services Limited

August 23, 2022

Ratings

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	30,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Total Bank Facilities	30,000.00 (₹ Thirty Thousand Crore Only)		
Long Term Long Term Instruments	3,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Long Term Long Term Instruments	1,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Long Term Long Term Instruments	1,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Market Linked Debentures	1,000.00	CARE PP-MLD AAA; Stable (Principal Protected-Market Linked Debentures Triple A; Outlook: Stable)	Reaffirmed
Market Linked Debentures	2,000.00	CARE PP-MLD AAA; Stable (Principal Protected-Market Linked Debentures Triple A; Outlook: Stable)	Reaffirmed
Non Convertible Debentures	5,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Assigned
Non Convertible Debentures	7,808.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Non Convertible Debentures	15,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Non Convertible Debentures	7,500.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Non Convertible Debentures	10,000.00	CARE AAA; Stable (Triple A; Outlook: Stable)	Reaffirmed
Total Long Term Instruments	53,308.00 (₹ Fifty-Three Thousand Three Hundred Eight Crore Only)		
Commercial Paper	12,500.00	CARE A1+ (A One Plus)	Reaffirmed
Total Short Term Instruments	12,500.00 (₹ Twelve Thousand Five Hundred Crore Only)		

Details of instruments/facilities in Annexure-1.

CARE Ratings Limited (CARE Ratings) has rated the aforesaid Perpetual debt considering its sensitiveness to HDB Financial Services (HDBFS) Limited's capital adequacy ratio and profitability due to the regulatory covenants.

Interest payable on Perpetual debt shall be subject to the following:

- The capital adequacy ratio of the issuer remains as per regulatory stipulation.
- Where the impact of such payment may result in net loss or increase the net loss, prior approval of RBI for such payment shall be obtained.

Any delay in payment of interest/principal (as the case may be) following the invocation of aforementioned covenants, would constitute an event of default as per CARE Ratings' definition of default and as such these instruments may exhibit sharper migration of the rating.

Detailed rationale and key rating drivers

The ratings continue to factor in the strength that HDBFS derives from the strategic importance to and expectation of continued support from its parent and majority shareholder HDFC Bank Ltd (HBL; rated 'CARE AAA; Stable', 'CARE A1+'). The ratings further take into account its established presence in the retail finance segment, experienced management, healthy capitalisation, strong liquidity position and comfortable resources profile. While the earnings and profitability indicators of the company moderated during FY21, the same rebounded during FY22 and Q1FY23 on the back of rising disbursements and declining credit costs.

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

Rating sensitivities

Positive factors – Factors that could lead to positive rating action/upgrade:

- Not Applicable

Negative factors – Factors that could lead to negative rating action/downgrade:

- Material dilution in the ownership by, expected support from, and strategic importance to HDFC Bank Ltd.
- Deterioration in credit profile of HBL.
- Moderation in capital buffers with considerable fall in Capital Adequacy Ratio close to the regulatory requirement.
- Declining business growth and deterioration in profitability parameters on a sustained basis
- Material Deterioration in asset quality parameters on a sustained basis.

Outlook: Stable

Detailed description of the key rating drivers

Key rating strengths

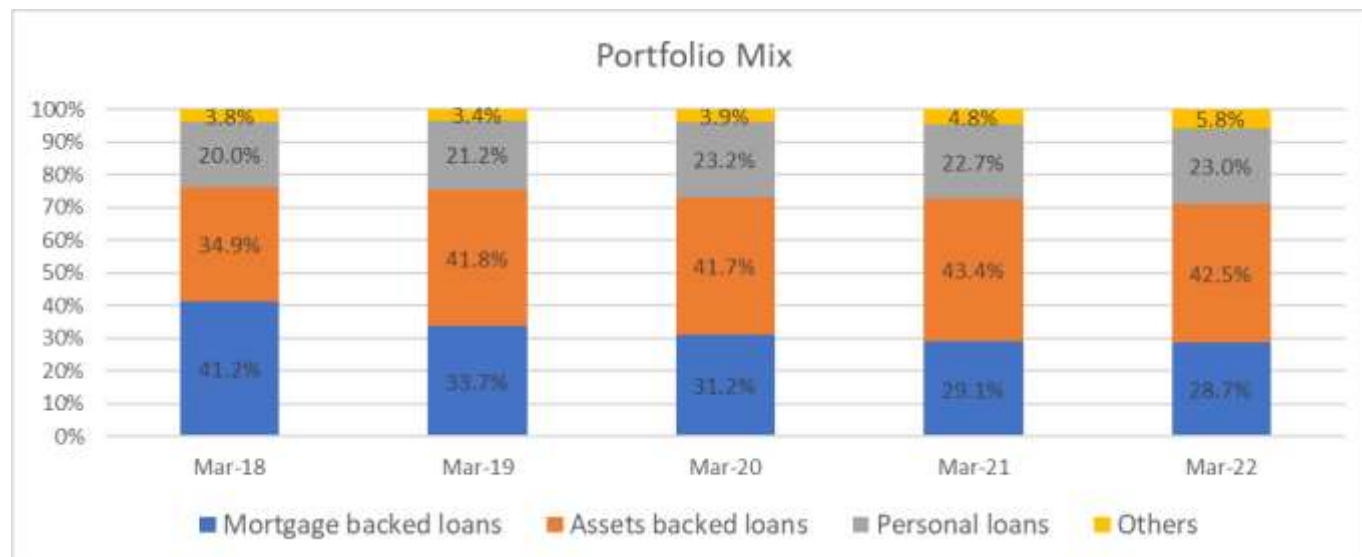
Strong linkages with and strategic importance to the parent HDFC Bank:

By virtue of being a subsidiary of HDFC Bank Ltd., HDBFS benefits from strategic importance to and expectation of continued support from its parent HDFC Bank Ltd. HDBFS has strong linkages with HBL in terms of sharing of brand name & logo which also enables it to raise funds at competitive rates of interest. Given that HDBFS is focused on niche customer segment, the company complements the parent's product portfolio and customer coverage. Furthermore, HDBFS also supports HBL in sourcing and collection of the latter's retail loan portfolio and provides outsourcing services to HBL.

HDFC Bank Limited is the largest private sector bank in India with standalone total assets of ₹21,09,771 crore as on June 30, 2022, and has been identified as Domestic Systemically Important Bank (DSIB) by the Reserve Bank of India.

Established presence in the retail segment with healthy share of secured loan portfolio:

HDBFS has emerged as one of the big players in the retail financing space and has diversified the loan book over the years. As on March 31, 2022, asset-backed loans (vehicle loans) continued to account for majority share of AUM at 42.5%, followed by mortgage-backed loans (loans against property) at 28.7%, followed by personal and others (including consumer durable loans) at 23% and 5.8% respectively. Segment-wise, loans against property, vehicle finance and MSME are three major categories comprising 27.96% (FY21: 28.78%), 34.66% (FY21: 34.53%) and 27.06% (FY21: 26.37%) of the AUM respectively as on March 31, 2022.



Secured loan portfolio stood at around 76% of total portfolio as on March 31, 2022 (March 31, 2021 – 72%). The lending book is granular in nature with average ticket size between ₹7-8 lakh, average tenure of 3-4 years and the 20 largest borrowers accounting for 0.32% of the book as on March 31, 2022 (PY: 0.30%).

Experienced management and board:

The operations of the company are headed by G Ramesh (MD and CEO) who has around 27 years of experience across business development, banking, consumer finance and operations. He is assisted by a team of experienced and qualified professionals, most of whom have been associated with the company since its inception. HDBFS's Board comprises of five independent directors and one non-executive director, who have extensive experience in various facets of banking and financial services.

Comfortable capital structure:

Regular capital infusion by HBL in the past and internal accruals have helped HDBFS to maintain comfortable capital adequacy ratio (CAR) which stood at 20.29% with Tier-I CAR at 15.42% as on June 30, 2022. The company reported tangible net worth and gearing of ₹8,477 crore and 5.88 times as on March 31, 2022.

Particulars	FY19	FY20	FY21	FY22	Q1FY23
Tangible Net worth (₹ cr)	6,784	7,593	7,708	8,477	8,829
Tier I CAR (%)	12.78	13.96	13.44	15.22	15.42
Overall CAR (%)	17.91	19.36	18.89	20.22	20.29
Gearing (x)	6.83	6.57	6.61	5.88	5.67

Rebound in business volumes & profitability indicators:

After contracting for two successive years led by COVID-19 disruptions and cautious management stance, HDBFS's disbursements increased by 16.2% to ₹29,033 crore during FY22 [P.Y.: ₹24,990 crore]. Q1FY23 disbursals stood at ₹9,000 crore. As on March 31, 2022, asset-backed loans (vehicle loans) continued to account for majority share of AUM at 42.5%, mortgage-backed loans (loans against property) at 28.7%, followed by personal and others (including consumer durable loans) at 23% and 5.8% respectively. During FY22, HDBFS's NIM increased by 66 bps to 8.09% primarily on account of 110 bps reduction in cost of funds as well as reduction in overall borrowings. Credit costs, though lower during FY22 (4.01% vis-à-vis 5.02% in FY21) on y-o-y basis, continue to remain elevated as the company continues to make credit provisions on NPAs as well as credit overlays. ROTA improved to 1.65% during FY22 [P.Y.: 0.64%] primarily on account of improvement in margins. The company continues to have comfortable capital structure with overall CAR and gearing (calculated on the basis of Tangible Net-worth) of 20.22% and 5.88x as on March 31, 2022. Given the traction in disbursements coupled with decline in credit provisions, the company reported PAT of ₹441 crore during Q1FY23 [Q1FY22: ₹89 crore] on total income of ₹2,980 crore [Q1FY22: ₹2,814 crore]. The annualised ROTA during Q1FY23 improved to 2.79%.

Key rating weaknesses
Moderate asset quality:

The second wave of COVID-19 led disruptions impacted the borrowers' repaying ability thereby resulting in sharp NPA spikes. As a result, the GNPA of HDBFS deteriorated from 4.50% as on March 31, 2021 to 7.75% as on June 30, 2021. Collection efficiency of HDBFS declined from 101% during Q4FY21 to 89% during Q1FY22. Post Q1, there was sequential improvement in quarterly collection efficiency to 94%, 98% and 105% in the subsequent quarters thereby resulting into an improvement in asset quality metrics. GNPA and NNPA as on March 31, 2022 stood at 4.99% and 2.45% respectively, under the new RBI regime of Nov'21. On a comparable basis, (Old RBI NPA classification regime) GNPA and NNPA as on March 31, 2022 stands at 3.72% and 1.34%. Net NPA to tangible net-worth decreased to 16.55% as on March 31, 2022 as against 24.47% as on March 31, 2021.

HDBFS had restructured around 7.87% (₹ 4,500 crore) of its portfolio as on March 31, 2022. With a view to mitigate risk, the company has been increasing provision cover. As on March 31, 2022, ECL provision cover on stage 2 and stage 3 assets increased to 24.05% [P.Y.: 16.44%] and 54.13% [P.Y.: 31.68%] respectively which provides comfort. Going forward, the performance of loan portfolio (including restructured assets) and incremental credit costs of the company are key monitorables.

Liquidity: Strong

The overall liquidity profile of the company remains sound with positive cumulative mismatch across all buckets as per ALM statement on June 30, 2022. The company has repayments (including interest) of ₹22,466 crore from July 1, 2022 till June 30, 2023. Against this, the company has adequate liquidity in the form of cash & liquid investments of ₹2,810 crore as on June 30, 2022 and scheduled asset inflows (including interest) of ₹42,000 crore over the next one year. Additionally, the company's unutilised bank lines stood at ₹4,500 crore as on June 30, 2022.

Furthermore, HDBFS's strong resources raising ability backed by parent's support provides comfort.

Analytical approach: CARE Ratings has analysed the standalone credit profile of HDBFS Limited along with its strategic importance to and expectation of continued support from its parent HDFC Bank Ltd.

Applicable criteria

[Policy on default recognition](#)

[Factoring Linkages Parent Sub JV Group](#)

[Financial Ratios - Financial Sector](#)

[Rating Outlook and Credit Watch](#)

[Short Term Instruments](#)

[Market Linked Notes](#)

[Non Banking Financial Companies](#)

About HBL:

The Housing Development Finance Corporation Limited (HDFC) was among the first to receive an 'in principle' approval from the RBI to set up a bank in the private sector, as part of the RBI's liberalisation of the Indian banking industry in 1994. The bank was incorporated in August 1994, in the name of 'HDFC Bank Limited' (HBL), with its registered office in Mumbai, India. HBL is promoted by HDFC, which has a 21% stake, as on March 31, 2022. At present, HBL is the largest private sector bank in India. As on March 31, 2022, the bank's total balance sheet size stood at ₹20,68,535 crore. HBL continues to be identified as a Domestic Systemically Important Bank (D-SIB) as per the RBI.

About HDBFS Limited:

HDBFS Limited is a subsidiary of HBL with a shareholding of ~95.96% as on March 31, 2022. HDBFS was incorporated in June 2007 and commenced its lending operations in March 2008. HDBFS is a lending company which offers various retail loans like loan against property (LAP), commercial vehicle (CV) and construction equipment (CE) financing, gold loan, consumptions loans, personal loans, etc. The company operates through a network of 1,374 operational branches as on March 31, 2022, located in 989 cities across India. The company is also a corporate agent for HDFC Standard Life Insurance Company and HDFC Ergo General Insurance to distribute their insurance products.

HDB Financial Services Limited	FY19	FY20	FY21	FY22	Q1FY23
Particulars (₹ crore)	A	A	A	A	UA
Total income	8,725	10,756	10,945	11,306	2,980
PAT	1,153	1,005	391	1,011	442
Tangible Net Worth	6,784	7,593	7,708	8,477	8,829
Total Assets	55,313	60,290	61,903	60,963	63,047
Net NPA (%)	1.26	3.19	3.22	2.45	2.14
ROTA (%)	2.29	1.74	0.64	1.65	2.85

A: Audited; UA: Unaudited

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 covenants of the rated instruments/facilities is given in Annexure-3

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

Annexure-1: Details of instruments/facilities

Name of the	ISIN	Date of Issuance	Coupon	Maturity	Size of the Issue	Rating Assigned along with Rating Outlook
Instrument			Rate	Date	(₹ crore)	
Commercial Paper	INE756I14CX3	29-04-2022	5.34%	17-03-2023	200.00	CARE A1+
Commercial Paper (Proposed)	-	-	-	-	12,300.00	CARE A1+
Fund-based – LT-Term Loan	-	-	-	30-Jun-27	20,738.04	CARE AAA; Stable
Fund-based – LT-Term Loan (Proposed)	-	-	-	-	9,261.96	CARE AAA; Stable
Debt-Perpetual Debt	INE756I08231	29-10-2021	7.68%	29-10-2031	150.00	CARE AAA; Stable
Debt-Perpetual Debt	INE756I08157	06-08-2018	9.40%	06-08-2028	200.00	CARE AAA; Stable
Debt-Perpetual Debt	INE756I08165	07-09-2018	9.15%	07-09-2028	100.00	CARE AAA; Stable
Debt-Perpetual Debt	INE756I08199	16-08-2019	8.70%	16-08-2029	100.00	CARE AAA; Stable
Debt-Perpetual Debt	INE756I08207	29-11-2019	8.70%	29-11-2029	100.00	CARE AAA; Stable
Debt-Perpetual Debt (Proposed)	-	-	-	-	350.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08017	9-Aug-12	10.20%	9-Aug-22	250.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08025	30-Nov-12	9.70%	30-Nov-22	150.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08033	22-Mar-13	9.60%	22-Mar-23	200.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08041	18-Oct-13	10.20%	17-Oct-23	100.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08058	20-Dec-13	10.05%	20-Dec-23	50.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08066	18-Mar-14	10.19%	18-Mar-24	80.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08074	20-Jun-14	9.70%	20-Jun-24	200.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08082	13-Nov-14	9.55%	13-Nov-24	100.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08090	17-Nov-14	9.55%	15-Nov-24	200.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08116	6-Dec-16	8.05%	4-Dec-26	170.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08108	22-Jul-16	8.79%	22-Jul-26	220.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08124	1-Feb-18	8.42%	1-Feb-28	150.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08132	21-Feb-18	8.45%	21-Feb-28	130.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08140	27-Jul-18	9.05%	27-Jul-28	250.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08173	15-Nov-18	9.70%	15-Nov-28	350.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08181	7-Jun-19	8.85%	7-Jun-29	315.00	CARE AAA; Stable
Debt-Subordinate Debt	INE756I08181	24-Jan-20	8.85%	7-Jun-29	228.50	CARE AAA; Stable
Debt-Subordinate	INE756I08215	2-Nov-20	7.35%	1-Nov-30	356.50	CARE AAA; Stable

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Debt						
Debt-Subordinate Debt (Proposed)	-	-	-	-	500.00	CARE AAA; Stable
Debentures-Market Linked Debentures	INE756I07DF2	2-Jun-20	Variable - Index Linked	9-May-23	236.10	CARE PP MLD AAA; Stable
Debentures-Market Linked Debentures	INE756I07DS5	4-Aug-21	Variable - Index Linked	4-Sep-23	100.00	CARE PP MLD AAA; Stable
Debentures-Market Linked Debentures (Proposed)	-	-	-	-	2,663.90	CARE PP MLD AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CS7	25-Jul-19	8.00%	25-Aug-22	117.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DU1	8-Aug-19	8.05%	8-Aug-29	1,500.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CU3	28-Aug-19	8.05%	28-Aug-24	280.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CW9	26-Dec-19	7.50%	19-Nov-22	255.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CS7	24-Sep-19	8.00%	25-Aug-22	200.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CS7	24-Oct-19	8.00%	25-Aug-22	220.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CX7	25-Nov-19	7.50%	23-Dec-22	260.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CW9	26-Dec-19	7.50%	19-Nov-22	240.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CX7	26-Dec-19	7.50%	23-Dec-22	260.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CY5	16-Jan-20	7.57%	16-Feb-23	257.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CZ2	30-Jan-20	7.55%	20-Jan-23	800.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DA3	17-Feb-20	7.09%	17-Apr-23	380.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DA3	3-Mar-20	7.09%	17-Apr-23	50.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DB1	3-Mar-20	6.92%	20-Oct-22	510.00	CARE AAA; Stable
Debentures-Non Convertible	INE756I07DC9	28-Apr-20	7.30%	29-Jun-23	1,200.00	CARE AAA; Stable

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Debentures						
Debentures-Non Convertible Debentures	INE756I07DE5	26-May-20	7.28%	27-Jul-23	1,300.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DD7	26-May-20	7.28%	24-Aug-23	700.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DG0	19-Jun-20	6.68%	26-Oct-23	875.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DH8	7-Aug-20	5.74%	25-May-23	500.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DA3	1-Sep-20	7.09%	17-Apr-23	350.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DK2	27-Oct-20	Zero Coupon	10-Aug-22	330.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DL0	15-Dec-20	5.08%	28-Nov-23	950.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07CY5	26-Feb-21	7.57%	16-Feb-23	1,000.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DM8	25-Mar-21	6.04%	23-Feb-24	1,200.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DN6	30-Apr-21	Zero Coupon	26-Apr-24	425.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DP1	22-Jun-21	3 Month T-bill Linked	21-Jun-24	693.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DO4	28-May-21	5.75%	28-May-24	1,200.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DQ9	15-Jul-21	Zero Coupon	7-Sep-23	323.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DR7	3-Aug-21	3 Month T-bill Linked	2-Aug-24	750.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DG0	25-Aug-21	6.68%	26-Oct-23	250.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DT3	25-Aug-21	5.70%	25-Oct-24	800.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DV9	13-Sep-21	5.49%	13-Sep-24	150.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DW7	13-Sep-21	Zero Coupon	26-Jun-26	130.00	CARE AAA; Stable
Debentures-Non Convertible	INE756I07DX5	13-Sep-21	6.35%	11-Sep-26	500.00	CARE AAA; Stable

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Debentures						
Debentures-Non Convertible Debentures	INE756I07DX5	22-Sep-21	6.35%	11-Sep-26	560.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DY3	29-Sep-21	Zero Coupon	30-Jul-24	250.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DZ0	10-Nov-21	5.75%	8-Nov-24	500.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DZ0	26-Nov-21	5.75%	8-Nov-24	775.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EA1	7-Dec-21	5.42%	17-Jan-24	100.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EB9	23-Dec-21	6.00%	19-Jun-25	200.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EA1	23-Feb-22	5.42%	17-Jan-24	200.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EC7	23-Feb-22	Zero Coupon	19-Mar-24	120.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07ED5	17-Mar-22	6.30%	17-Mar-25	400.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DN6	27-Apr-22	Zero Coupon	26-Apr-24	523.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EA1	26-May-22	5.42%	17-Jan-24	750.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EC7	26-May-22	Zero Coupon	19-Mar-24	90.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07DT3	3-Jun-22	5.70%	25-Oct-24	130.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EE3	3-Jun-22	7.49%	24-Jan-25	350.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EF0	7-Jul-22	Zero Coupon	7-Jul-25	330.00	CARE AAA; Stable
Debentures-Non Convertible Debentures	INE756I07EG8	7-Jul-22	7.70%	11-Aug-25	125.00	CARE AAA; Stable
Debentures-Non Convertible Debentures (Proposed)	-	-	-	-	15,950.00	CARE AAA; Stable
Debentures-Non Convertible Debentures (Proposed)	-	-	-	-	5,000.00	CARE AAA; Stable

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 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Commercial Paper-Commercial Paper (Standalone)	ST	12500.00	CARE A1+	-	1)CARE A1+ (23-Sep-21)	1)CARE A1+ (30-Dec-20) 2)CARE A1+ (14-Jul-20)	1)CARE A1+ (08-Jan-20) 2)CARE A1+ (28-Jun-19)
2	Fund-based - LT-Term Loan	LT	30000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20) 2)CARE AAA; Stable (28-Jun-19)
3	Debt-Subordinate Debt	LT	3000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20)
4	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20)
5	Debt-Subordinate Debt	LT	1000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20)
6	Debt-Perpetual Debt	LT	1000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20) 2)CARE AAA; Stable (28-Jun-19)
7	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20)
8	Debentures-Non Convertible Debentures	LT	7808.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20)

9	Debentures-Market Linked Debentures	LT	1000.00	CARE PP-MLD AAA; Stable	-	1)CARE PP-MLD AAA; Stable (23-Sep-21)	1)CARE PP-MLD AAA; Stable (30-Dec-20) 2)CARE PP-MLD AAA; Stable (14-Jul-20)	1)CARE PP-MLD AAA; Stable (08-Jan-20)
10	Debentures-Market Linked Debentures	LT	2000.00	CARE PP-MLD AAA; Stable	-	1)CARE PP-MLD AAA; Stable (23-Sep-21)	1)CARE PP-MLD AAA; Stable (30-Dec-20) 2)CARE PP-MLD AAA; Stable (14-Jul-20)	1)CARE PP-MLD AAA; Stable (08-Jan-20) 2)CARE PP-MLD AAA; Stable (28-Jun-19)
11	Debentures-Non Convertible Debentures	LT	15000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	1)CARE AAA; Stable (08-Jan-20) 2)CARE AAA; Stable (28-Jun-19)
12	Debentures-Non Convertible Debentures	LT	7500.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	1)CARE AAA; Stable (30-Dec-20) 2)CARE AAA; Stable (14-Jul-20)	-
13	Debentures-Non Convertible Debentures	LT	10000.00	CARE AAA; Stable	-	1)CARE AAA; Stable (23-Sep-21) 2)CARE AAA; Stable (02-Jul-21)	-	-
14	Debentures-Non Convertible Debentures	LT	5000.00	CARE AAA; Stable				

*Long term/Short term.

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

Name of the Instrument	Detailed Explanation
A. Financial covenants	-
B. Non-financial covenants	
I. Perpetual Debt Instruments	Rs. 500 crore of Perpetual Debt Instruments have an acceleration trigger clause in case of rating downgrade

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

Sr. No.	Name of Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (Standalone)	Simple
2	Debentures-Market Linked Debentures	Highly Complex
3	Debentures-Non Convertible Debentures	Simple
4	Debt-Perpetual Debt	Highly Complex
5	Debt-Subordinate Debt	Complex
6	Fund-based - LT-Term Loan	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

Media contact

Name: Mradul Mishra
Phone: +91-22-6754 3596
E-mail: mradul.mishra@careedge.in

Analyst contact

Name: Geeta Chainani
Phone: +91-22-6754 3447
E-mail: Geeta.Chainani@careedge.in

Relationship contact

Name: Saikat Roy
Phone: +91-98209 98779
E-mail: saikat.roy@careedge.in

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