

Northern Arc 2019 CV Mayura (Revised)

Originator: IKF Finance Limited

July 25, 2022

Ratings

Transaction	Instrument	Rating ¹	Remarks
Northern Arc 2019 CV Mayura	Series A1 PTC	-	Withdrawn
	Series A2 PTC	-	

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Limited has withdrawn the rating assigned to the above-mentioned instruments issued by Northern Arc 2019 CV Mayura backed by vehicle loan receivable originated by IKF Finance Limited (IKF). The rating is withdrawn as all the payouts have been made to the investors in full and there is no amount outstanding as on date.

Detailed description of the key rating drivers: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

Analytical approach: Not Applicable

About the Company

Incorporated in 1991 as Indra Keela Financiers Private Limited, IKF is registered as an asset financing company and nondeposit taking NBFC with RBI and is primarily engaged in the business of vehicle and SME segment financing. The company has presence across nine states viz. Andhra Pradesh, Telangana, Gujarat, Tamil Nadu, Karnataka, Maharashtra, Madhya Pradesh, Kerala, and Rajasthan. As on March 31, 2021 vehicle finance and SME finance constituted around 83% and 14% of the total AUM respectively. The company is promoted by Mr. V.G.K. Prasad (Managing Director), who has more than three decades of experience in the industry. Furthermore, equity stake of 39.6% in IKF is held by two funds (India Business Excellence Fund II and IIA) managed by Motilal Oswal Private Equity (MOPE), the Private Equity (P-E) arm of Motilal Oswal Financial Services Limited. Currently, the company is rated CARE A (Stable) for its long-term obligations.

Key Financial Indicators

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (A)	Q1FY23 (P/A)
Total Operating Income (Rs. Cr.)	206	208	NA	NA
PAT (Rs. Cr)	28	32	NA	NA
CAR (%)	21.19	23.41	NA	NA
Total Assets	1,417	1,646	NA	NA
ROTA (%)	1.99	2.07	NA	NA

A: Audited; NA: Not Available

Status of non-cooperation with previous CRA: Not Applicable

Rating History for 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

Any Other Information: No

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

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
Pass Through Certificates	-	-	-	-	0.00	Withdrawn
Pass Through Certificates	-	-	-	-	0.00	Withdrawn

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 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	Pass Through Certificates	LT	-	-	-	1)CARE AA+ (SO) (20-Oct-21)	1)CARE AA- (SO) (31-Aug-20)	1)CARE AA- (SO) (04-Sep-19) 2)Provisional CARE AA- (SO) (02-Jul-19)
2	Pass Through Certificates	LT	-	-	-	1)CARE A+ (SO) (20-Oct-21)	1)CARE A- (SO) (31-Aug-20)	1)CARE A- (SO) (04-Sep-19) 2)Provisional CARE A- (SO) (02-Jul-19)

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: Not Applicable**Annexure-4: Complexity level of various instruments rated for this company**

Sr. No.	Name of Instrument	Complexity Level
1	Pass Through Certificates	Highly Complex

Annexure-5: Bank lender details for this company: Not Applicable

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.caredge.com. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.com for any clarifications.

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

Disclaimer:

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