

A.K. Capital Finance Limited

September 26, 2019

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Commercial Paper	-	-	Withdrawn

Details of instruments/facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the rating of 'CARE A1+' [A One Plus] assigned to the Commercial Paper programme of **A.K. Capital Finance Limited** with immediate effect at the request from the company. The company has no amount outstanding under the programme as on date.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About A.K Capital Finance Limited (AKCFL)

AKCFPL is a 98.73% subsidiary of A.K. Capital Services Ltd. as on December 31, 2018. AKCFPL was formally known as Girdhar Vanijya Pvt. Ltd. and in September 2008, the company was acquired by AKCSL. AKCFPL is a RBI registered Systemically Important Non-Deposit taking NBFC and is primarily engaged in lending through various credit instruments to eligible business and is also involved in dealings of bonds and debentures (G-sec, corporate bonds and PSU bonds) and generates investment income and interest income taking proprietary positions in various marketable securities to be retailed out to institutions like provident funds, banks, insurance companies, mutual funds corporates, HNI's and family offices.

Brief Financials (Rs. crore) – IMSL	FY18 (A) Ind AS	FY19 (A) Ind AS
Total income	192.92	224.33
PAT	44.63	45.97
Interest coverage (times)	1.60	1.45
Total Assets [^]	2,184	2,361
Net NPA (%)	Nil	Nil
ROTA (%) [*]	2.11	2.02

^{*}Calculated on average tangible assets

[^]Tangible assets net off Deferred Tax Liabilities and Intangibles

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Commercial Paper	-	-	-	-	Withdrawn

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Working Capital Demand loan	LT	-	-	-	1)Withdrawn (29-Mar-19)	1)CARE A+ (SO); Stable (08-Jan-18)	1)CARE A+ (SO) (09-Nov-16)
2.	Commercial Paper	ST	-	Withdrawn	-	1)CARE A1+ (29-Mar-19)	1)CARE A1+ (08-Jan-18) 2)CARE A1+ (21-Aug-17) 3)CARE A1+ (07-Jun-17)	1)CARE A1+ (09-Nov-16) 2)CARE A1+ (29-Jul-16)
3.	Fund-based - LT-Term Loan	LT	-	-	-	1)Withdrawn (29-Mar-19)	1)CARE A+; Stable (08-Jan-18)	1)CARE A+ (09-Nov-16)

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.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarification

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About CARE Ratings:

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Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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