Aadhar Housing Finance Limited
(Erstwhile DHFL Vysya Housing Finance Limited)

May 23, 2019

Credit Update

The ratings of Aadhar Housing Finance Limited (AHFL) have been placed on credit watch with developing implications on account of the on-going stake sale transaction with Blackstone which is subject to only regulatory and lender approvals. On May 7, 2019, AHFL received an in-principle approval from the regulator i.e. National Housing Bank for acquisition of control and consequent change in management of the company which is further subject to certain conditions. The entire transaction is expected to close by June 2019.

The latest Press Release of AHFL can be found on the following link:

http://www.careratings.com/upload/CompanyFiles/PR/Aadhar%20Housing%20Finance%20Limited-03-22-2019.pdf

CARE Ratings will continue to monitor the developments with regards to the progress of this transaction and will periodically review the ratings.

About the Company

AHFL is a housing finance company engaged in providing housing finance to the lower income segment of the society. AHFL was set up in May 2010 and commenced operations in February 2011. DHFL Vysya was incorporated in 1990. AHFL and DHFL Vysya Housing Finance were both subsidiaries of Wadhawan Global Capital. With effect from 20th November, 2017, AHFL merged into DHFL Vysya and the entity was later renamed as AHFL. Majority of the shares of AHFL are held by Wadhawan Global Capital Limited-69.98% followed by International Finance Corporation holding 16.91% and DHFL holding 9.15%.

AHFL now spans across 18 states with around 270 branches with a loan book of Rs.7352.7 crore (as on March 31, 2018). The company has a total employee base of 1742 and it sources its business through a network of Direct Selling Teams (DSTs) and Direct Selling Agents (DSAs).

Contact us

Media Contact
Mradul Mishra
Contact no. – +91-22-6837 4424
Email ID – mradul.mishra@careratings.com

Analyst Contact
Mr. Ravi Kumar
Tel: 022-67543421
Mobile: + 91-9004607603
Email: ravi.kumar@careratings.com

Business Development Contact
Mr. Ankur Sachdeva
Contact no. : + 91 98196 98985
Email: ankur.sachdeva@careratings.com

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.
In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**