

**IDFC FIRST Bank Limited**

October 30, 2020

**Ratings**

Facilities/Instruments	Amount (Rs. Crore)	Rating	Rating Action
Short term debt instruments	-	-	<b>Withdrawn</b>

*\*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CARE has withdrawn the rating assigned to the short term debt issue of IDFC FIRST Bank Limited with immediate effect, as the company has repaid the aforementioned short term debt issue in full and there is no outstanding under the said issue as on date.

**Analytical approach:** Not Applicable

**Applicable Criteria**
[Policy on Withdrawal of ratings](#)
**About the company**

IDFC FIRST Bank Limited was incorporated in October 2014 and the name of the bank underwent a change from 'IDFC Bank Limited' (IBL) to 'IDFC FIRST Bank Limited' with effect from January 12, 2019 following the merger of Capital First Limited with the bank. The merger of Capital First Limited and its two subsidiaries with IDFC Bank Limited has become effective from December 18, 2018. IDFC Limited holds 40% stake in IDFC FIRST Bank Limited as on June 30, 2020.

IDFC First Bank's (IFB) operations are spread across its three business verticals: corporate banking, consumer banking and rural banking. As on June 30, 2020, it has a network of 503 branches and 417 ATMs across the country. The bank is led by MD-CEO, Mr. V. Vaidyanathan, who has over 25 years of banking experience across Citibank and ICICI Bank Group..

Brief Financials (Rs. Crore)	FY19 (A)	FY20 (A)
Total Income	12,800	17,589
PAT	(1,944)	(2,864)
Total Assets*	1,64,365	1,46,907
Net NPA (%)	1.27	0.94
ROTA (%) <sup>§</sup>	(1.34)	(1.84)

*A: Audit; \* Total Assets is net of deferred tax asset and intangible assets*
*§Ratio has been computed based on average of annual opening and closing balances*
**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

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

**Annexure-1: Details of Instruments/Facilities**

ISIN	Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Rating assigned along with Rating Outlook
NA	Short term debt instruments	-	-	-	-	Withdrawn

**Annexure-2: Rating History of last three years**

Sr. No.	Name of the Instrument/Bank Facilities <sup>#</sup>	Current Ratings			Rating history			
		Type	Amount (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Long term debt instruments	LT	5,832.68	CARE AA; Stable	CARE AA; Stable (08-Oct-20)	CARE AA+; Negative (11-Oct-19)	CARE AA+; Stable (28-Mar-19)	-
2.	Short term debt instruments	ST	-	-	-	CARE A1+ (11-Oct-19)	CARE A1+ (28-Mar-19)	-

**Annexure III: Complexity levels of the rated instrument- 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.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

**Contact us****Analyst Contact 1**

Name - Mr. Ravi Kumar  
Contact no.- +91-22-6754 3421  
Email ID - [ravi.kumar@careratings.com](mailto:ravi.kumar@careratings.com)

**Analyst Contact 2**

Name - Mr. Mitul Budhbhatti  
Contact no.- +91-22-6754 3547  
Email ID – [mitul.budhbhatti@careratings.com](mailto:mitul.budhbhatti@careratings.com)

**Business Development Contact**

Name: Mr. Ankur Sachdeva  
Contact no. : +91-22-6754 3495  
Email ID - [ankur.sachdeva@careratings.com](mailto:ankur.sachdeva@careratings.com)

**Media Contact**

Name - Mr. Mradul Mishra  
Contact no. – +91-22-6837 4424  
Email ID – [mradul.mishra@careratings.com](mailto:mradul.mishra@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 the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. 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. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is, inter-alia, 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. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.

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.

**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**