

**Vivriti Gudmundsson 072018**  
**Originator: Kanakadurga Finance Limited (KFL)**  
**August 04, 2020**

**Ratings**

| Transaction                | Instrument    | Rating | Remarks   |
|----------------------------|---------------|--------|-----------|
| Vivriti Gudmundsson 072018 | Series A2 PTC | --     | Withdrawn |

**Detailed Rationale & Key Rating Drivers**

CARE has withdrawn the rating assigned to the above-mentioned instruments issued by Vivriti Gudmundsson 072018 backed by three wheeler loan receivables originated by Kanakadurga Finance Limited (KFL) with immediate effect. The rating is withdrawn as all the payouts have been made to the investors in full and there is no amount outstanding as on date.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

**Analytical approach:**

Not Applicable

**Applicable Criteria**

[Policy on Withdrawal of ratings](#)

**About the Company**

Kanakadurga Finance Limited (KFL) is registered as an asset financing company and non-deposit taking NBFC with RBI, primarily, engaged in the business of vehicle financing and gold loans. Kanakadurga Leasing & Finance Limited (KLFL) was incorporated as a private limited company in 1994 to take over the auto financing business of the proprietary concerns floated by the promoters. The company was converted into a public company (closely held) in 1996. In May 2015, the company's name was changed to Kanakadurga Finance Limited (KFL).

It has total of 122 branches spread across 6 States as of Sep'19, with major presence in Andhra Pradesh. As on September 30, 2019 customer base of KFL was ~44,000. The company has also entered into SME and business loans segment in FY16. The company is, currently, rated as "CARE BBB; Stable" for long term obligations.

| Brief Financials (Rs. Crore)       | FY19(A) | FY20(P) |
|------------------------------------|---------|---------|
| Total operating Income (in Rs. Cr) | 98.93   | 127.74  |
| Profit After Tax (in Rs. Cr)       | 5.63    | 7.23    |
| Interest Coverage (times)          | 1.19    | 1.15    |
| Total Assets                       | 506     | 470     |
| Net NPA ratio (%)                  | 1.70    | 2.60    |
| ROTA (%)                           | 1.32    | 1.48    |

A: Audited P: Provisional

**Status of non-cooperation with previous CRA:**

Not Applicable

**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 |
|-------------------------------------|------------------|-------------|---------------|-------------------------------|-------------------------------------------|
| Series A2 Pass Through Certificates | August 03,2018   | -           | -             | 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 (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.      | Pass Through Certificates              | LT              | -                              | -      | 1)CARE BBB+ (SO) (07-May-20)              | 1)CARE BBB+ (SO) (29-Nov-19)              | 1)CARE BBB (SO) (22-Oct-18)<br>2)Provisional CARE BBB (SO) (01-Aug-18) | -                                         |

**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.**

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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.

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