

Press Release
Humana People to People India

March 11, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 15.00 Crore#
Long Term Rating	ACUITE BB Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; Based on best available information.

Rating Rationale

Acuité has reviewed long term rating of '**ACUITE BB**' (**read as ACUITE double B**) on the bank facilities of Humana People to People India (HPPI). This rating is now an indicative rating and is based on best available information.

HPPI, a New Delhi based company incorporated in 1998 is a not-for-profit company under Section 8 of the Companies Act, 2013. It is engaged in providing micro finance loans in northern India. It is also a business correspondent for several banks and non-banking finance companies. HPPI has 39 branches across five states in India.

Non-cooperation by the issuer/borrower: Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Non-Banking Finance companies: <https://www.acuite.in/view-rating-criteria-45.htm>
- Default Recognition: <https://www.acuite.in/criteria-default.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Total Assets	Rs. Cr.	55.68	70.49	3.73
Total Income (Net of Interest Expense)	Rs. Cr.	8.95	8.06	7.30
PAT	Rs. Cr.	1.65	2.65	3.24
Net Worth	Rs. Cr.	7.71	6.18	6.71
Return on Average Assets (RoAA)	(%)	2.13	5.03	18.86
Return on Net Worth (RoNW)	(%)	9.43	17.00	27.65
Total Debt/Tangible Net Worth (Gearing)	Times	1.27	1.52	0.75
Gross NPAs	(%)	19.73	1.10	0.04
Net NPAs	(%)	17.19	-	-

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information:

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
27-Dec-2017	Term Loan	Long Term	2.00	ACUITE BB/Stable (Downgraded)
	Term Loan	Long Term	10.00	ACUITE BB/Stable (Downgraded)
	Proposed Bank Facility	Long Term	3.00	ACUITE BB/Stable (Downgraded)
29-Mar-2017	Term Loan	Long Term	2.00	ACUITE BB+/Stable (Assigned)
	Proposed Bank Facility	Long Term	3.00	ACUITE BB+/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB Issuer not co-operating*

Contacts

Analytical	Rating Desk
Vinayak Nayak Head – Ratings Operations Tel: 022-67141171 vinayak.nayak@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in
Salome Farren Analyst - Rating Operations Tel: 022-67141164 Salome.farren@acuiteratings.in	

About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.