

Press Release

Vedika Credit Capital Limited

October 01, 2020



Rating Reaffirmed & Assigned

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|---------------------------------------|--|
| Total Instruments Rated* | Rs. 580.00 Cr. |
| Total Bank Facilities Rated* | Rs. 400.00 Cr. |
| Long Term Rating | ACUITE BBB; Outlook: Negative (Reaffirmed) |
| Non- Convertible Debentures | Rs. 150.00 Cr. |
| Long Term Non-Convertible Debentures | Rs. 100.00 |
| Long Term Non-Convertible Debentures | ACUITE BBB; Outlook: Negative (Reaffirmed) |
| Short Term Non-Convertible Debentures | Rs. 50.00 Cr. |
| Short Term Non-Convertible Debentures | ACUITE A3+ (Reaffirmed) |
| Commercial Paper Issue | Rs. 30.00 Cr. |
| Short Term Rating | ACUITE A3+ (Assigned) |

* Refer Annexure for details

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE BBB** '(read as ACUITE triple B) on the Rs. 400.00 crore bank facilities and on the Rs. 100.00 crore Secured Non-Convertible debenture issue of Vedika Credit Capital Limited (VCCL). Acuité has reaffirmed the short term rating of '**ACUITE A3+**'(read as ACUITE A three plus) on the Rs. 50.00 crore Proposed Secured Non-Convertible Debentures and assigned the short term rating of '**ACUITE A3+**'(read as ACUITE A three plus) on the Rs. 30.00 crore Proposed Commercial Paper Issue of VCCL. The outlook is '**Negative**'

Rationale for earlier downgrade

Acuité had, vide its press release dated 16 May, 2020, downgraded the ratings on the instruments of VCCL from ACUITE A- to ACUITE BBB+ and had placed the ratings on 'Watch with Negative implications'. Further, it had vide its press release dated 17 September, 2020 further downgraded the ratings to ACUITE BBB and maintained a Negative Outlook. The revision in ratings was primarily driven by the deterioration in the capitalisation levels and the low financial flexibility of the company.

The outbreak of COVID-19 and related lockdowns has severely impacted the operations of several NBFCs, including Micro Finance Institutions (MFIs). The logistical challenges faced by MFIs to reach out to their borrowers and conduct their day to day operations has impacted their collection efficiency and asset quality. The loan portfolios of most of the MFI's have been under a moratorium for the first five months (April to August, 2020) of the current fiscal and hence the extent of deterioration in the credit quality of the borrowers will be known only after the expiry of the moratorium, i.e. during Q3FY21. VCCL has made higher provisions of Rs. 33 Cr. (Including COVID related provision of Rs.23 Cr.) for FY2020, which has significantly impacted the performance and has reported net loss of Rs.17.16 Cr for FY2020. Consequently, the capital adequacy (CAR) buffers have declined from 22.0% as on March 31, 2019 to 18.89% as on March 31, 2020. The Tier 1 CAR declined from 14.86% as on March 31, 2019 to 9.45% as on March 31, 2020 taking the Tier 1 capital levels below 10%. The company's gearing levels have also increased significantly to 8.83 times as on March 31, 2020 as against 6.61 times as on March 31, 2019. Acuité believes that the elevated gearing levels could add to challenges in raising additional debt in view of heightened risk aversion among lenders (banks and NBFC). As per discussions with the management, the promoters plan to infuse ~Rs. 30 Cr. in FY21 to support the capitalization levels.

As on August 31, 2020 the company had liquid cash and bank balances of ~Rs. 35 Cr. against monthly obligations of ~ Rs. 37-40 Cr. While Acuité observes that the collection efficiency of the company has been showing an improving trend, it is still below the optimal levels considering the debt servicing commitments and payouts to investors. Any significant delay in attaining optimal collection efficiency levels or hurdles faced in raising fresh long term funds (Debt or equity) will intensify the liquidity pressures of the company. The stance of the lenders, over the next two quarters, will remain crucial to the credit profile of VCCL.

Against this above backdrop, there will be two key monitorables: Firstly, the ability to achieve optimal collection efficiency commensurate with the monthly obligations (both debt servicing obligations and operating expenses). Secondly, the ability of the promoters to arrange for long term funding support both through equity and long-term debt.

About the company

Jharkhand based VCCL, is a Non-Banking Finance Company (NBFC) Micro Finance Institution (MFI) primarily engaged in extending Microloans to women borrowers under the Joint Liability Group Model since 2007. The company has a presence in 7 states, primarily in eastern India through a network of 212 branches as on March 31, 2020.

The company was originally incorporated in 1995 by a different set of owners and subsequently, the company was taken over in 2004 by the present promoters, Mr. Ummed Jain (Chairman) and his sons, Mr. Gautam Jain and Mr. Vikram Jain.

Mr. Gautam Jain (Managing Director) was initially engaged in traditional financing and gradually instrumented his aim to transform his lending operations into a recognised and regulated NBFC-MFI - VCCL. The promoters are engaged in two-wheeler financing through Jatinder Finance Private Limited, a group company of VCCL.

Analytical Approach

Acuité has adopted the standalone approach on VCCL's business and financial risk profile for arriving at the rating.

Acuité has been guided by recent SEBI circular dated 30th March, 2020 (Circular No: SEBI/ HO/ MIRSD/ CRADT/ CIR/ P/ 2020/53) while arriving at the rating. Acuite has also relied on the recent RBI circular dated 27th March, 2020 (Circular No: RBI/2019-20/186) in this regard. Acuite observes that, the company is yet to receive moratorium from some of its lenders. The company has skipped payments to these lenders for April and May 2020. Acuite believes that this slippage is attributable to the ongoing crisis and hence has not construed these slippages as a credit event while arriving at the rating decision. Acuité policy regarding this "Transitory relaxation from compliance with certain provisions under SEBI (Credit Rating Agencies) Regulations, 1999" is as follows: <https://www.acuite.in/transitory-relaxation-from-compliance-with-certain-provisions-under-SEBI.htm>.

Key Rating Drivers

Strengths

- Established track record of operations:**

VCCL commenced its lending operations since 2007 through a mix of Individual loans and Microloans. VCCL has a 7-member Board led by Mr. Ummed Jain (Chairman), of which four are Directors and three are independent Directors who have over two decades of experience in the field of banking, law and social services. The strong managerial base has supported the growth strategy of the company.

The company's AUM has grown to Rs.615.22 Cr. as on March 31, 2020 from Rs. 138.8 Cr. as on March 31, 2016. The growth has been driven by the wider geographical presence from three states, i.e. Bihar, Jharkhand, and West Bengal in 2016 to seven states in 2020 by diversifying to Assam, Uttar Pradesh, Tripura and Odisha and increased network coverage from 44 branches as on March 31, 2016 to 212 branches as on March 31, 2020. Besides expansion in the branch network, VCCL has also augmented its resource base over the period April 2015 to March 31, 2020, by raising additional capital of Rs. 33.8 Cr. in the form of equity

and compulsorily convertible Preference shares. The company has also leveraged its capital funds to finance its business growth.

The company has strengthened its operational presence over the years by diversifying its geographical penetration along with lower dependence towards a single product. Microfinance loans are usually disbursed in clusters and are lent to marginal borrowers with limited ability to absorb income shocks. The management has judiciously improved its geographical penetration resulting in a diverse borrower base spread across various districts and geographies. As on March 31, 2020, Bihar and West Bengal contributed 22.4 percent and 36.5 percent of VCCL's portfolio, respectively. The balanced portfolio was distributed across Jharkhand, Assam, Uttar Pradesh, Odisha and Tripura.

Further, the company has also strengthened its underwriting, monitoring and recovery systems and processes which further supports the overall credit profile of VCCL. The company also initiates individual exposure through business loans and cross sale products in case of regulatory restrictions on lending through the normal microfinance channels. As on March 31, 2020, microloans comprised 93.6 percent of the overall AUM, with the balance being contributed by cross sale and individual loans. VCCL plans to maintain a mix of 60 percent JLG loans and rest divided among Individual and cross sale products. The company plans to balance its risk metrics for individual loans and cross sale products by focusing on repeat borrowers who have been associated with the company for over 2 credit cycles.

Over the years, the contribution of off book exposure to overall AUM has increased to 31 percent as on March 31, 2020 as against 28 percent as on March 31, 2018 and 26 percent as on March 31, 2017. The company takes off book exposure through the Business correspondent model for entities such as MAS Financial Services Limited, Reliance Commercial Finance Limited, IDFC First Bank Limited, SIDBI, IDBI and Fincare SFB. It has also entered into Direct Assignment transactions to support its funding requirement. Going forward, the company plans to engage in co-lending, which is capital lite consuming approach to growth in AUM.

Acuité believes that VCCL's established presence and long track record of operations in the area of operations will support its credit profile.

Weaknesses

- Leveraged Capital Structure impacting financial flexibility; significant near term obligations adding to liquidity pressures:**

VCCL engaged in unsecured lending to marginal income borrowers with limited ability to absorb income shocks. The company extends micro credit through the Joint Liability Group (JLG) model. It has over the years established a diverse resource base comprising of 40 lenders which includes 16 banks and 24 financial institutions and NBFCs. As on March 31, 2020 the company had a net worth of Rs. 49.54 Cr, decline in networth was mainly due to an increase in provisioning cost resulting in PAT losses for FY2020 and thereby reduction in reserves. Borrowings stood at Rs. 437.95 Cr as against net worth of Rs. 67.37 Cr and borrowings of Rs. 445.53 Cr as on March 31, 2010 taking the company's gearing levels to 8.84 times as on March 31, 2020 (6.61 times as on March 31, 2019). The debt comprises Term loans from Banks/FIs, and subordinated debt from FI's.

The Company's Capital Adequacy ratio (CAR) declined to 18.89 percent as on March 31, 2020 (PY: 22%) of which Tier I capital contributed 9.45 percent (PY: 14.86%). Increase in credit costs has led to a decline in the company's networth and thereby it's CAR. As per discussions with the management, the promoters plan to infuse additional capital of ~Rs. 30 Cr in FY21 to support the capital adequacy levels. The ability of the promoters to infuse additional equity capital, at the appropriate time, to maintain its capital adequacy levels will be key monitorable.

With the outbreak of COVID and subsequent lockdowns the cash flows of its borrower profile have been severely impacted, adding to it is the challenges faced to physically access the JLG groups for cash collections. The MFIs like VCCL was required to extend a moratorium to its borrowers and they, in turn, were expecting similar support from their lenders. VCCL had also sought similar moratorium from its lenders.

As on August 31, 2020 it had unencumbered cash and bank balance of Rs. 35.33 Cr as against its obligations (debt obligation and operating expenses) for Sept-20 of ~Rs.40.3 Cr, collection efficiency in the month of

August, 2020 stood at ~75%. The cash flows are currently impacted due to mismatches in collections and stress is expected to continue over the near to medium term. The recovery of collection efficiency to an optimal level is expected to be gradual. VCCL's borrowing have maturity upto 36 months; however, ~53% of its borrowings have maturities within a year. This gives rise to the need for additional liquidity either through equity or debt over the near term to medium term.

The company's loan book stood at Rs. 427.15 Cr as on Dec 31, 2019 which was ~100 percent hypothecated towards its borrowings. In a relatively steady operating environment, the company has demonstrated significant fundraising ability from various banks and financial institutions. However, given the current economic situation, the leveraged capital structure is likely to limit VCCL's ability to raise further funds from FIs/Banks. This is elevated by the cautious and selective approach adopted by lenders to take additional exposure towards high-risk segment such as unsecured lending.

In addition to liability side concerns above the company has a significant portion of off book exposures through its business correspondent (BC) agreements entered in with banks and FIs. In the event of prolonged delays (beyond the period of moratorium already extended by the BC partners) for collections to reach optimal levels, there is an elevated possibility of the counterparties, i.e. the banks/ FIs with whom BC is entered into, recovering their monies from the first loss default guarantee extended by VCCL in the form of fixed deposits.

Acuité believes that the company's ability to manage its liquidity at the current juncture while containing its credit costs will be critical to its credit profile, any sharp increase in credit costs could impact its capital adequacy buffers.

Rating Sensitivities

- Movement in collection efficiency
- Movement in liquidity buffers
- Movement in asset quality
- Decline in Profitability
- Reduction in capital adequacy buffers
- Stance of lenders in respect of extending the moratorium
- Changes in regulatory environment

Liquidity Position: Stretched

VCCL's liquidity buffers primarily depend on its cash inflows (collections from clients and loans from banks) vis. a vis. the cash outflows (disbursements, debt servicing commitments, operating expenses). The cash collections of the company were impacted by the lockdowns in its area of operations, however, has been improving. Despite blanket moratorium to all of its borrowers, the collection efficiency of the company for April to August 2020 range between 4 % to ~75% (amount collected as against scheduled collections). The company itself had availed moratorium from most of its lenders up to the month of August, 2020. The company has obligations (Debt servicing obligations and operating expense) of ~Rs. 40 Cr for the month of September, 2020. It had unencumbered cash and bank balances of ~Rs. 35 Cr as on August 31, 2020 and plans to maintain average liquid balances of ~Rs. 30 Cr. in FY2021. The company has also augmented its resources through the TLTRO and PCG Route to support its liquidity.

Outlook: Negative

Acuité believes that VCCL's credit profile could be under pressure on account of deterioration in capitalization levels, challenges faced in attaining optimal collection efficiency and the likelihood of elevated asset quality pressures over the near to medium term. The outlook may be revised to Stable in case VCCL is able to demonstrate a significant improvement in capitalization levels and liquidity buffers through long term funding infusion, both through debt or equity and better than expected performance in maintaining asset quality and collection efficiency. Conversely, continuing challenges in attaining adequate capitalization levels, optimal collection efficiency and higher than expected pressures on asset quality could impart negative bias to the rating and result in a downgrade.

About the Rated Entity - Key Financials

| Parameters | Unit | FY20 (Actual) | FY19 (Actual) |
|------------|------|---------------|---------------|
|------------|------|---------------|---------------|

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|---|---------|---------|--------|
| Total Assets | Rs. Cr. | 522.03 | 529.47 |
| Total Income* | Rs. Cr. | 57.13 | 49.38 |
| PAT | Rs. Cr. | (17.16) | 6.89 |
| Net Worth | Rs. Cr. | 49.54 | 67.37 |
| Return on Average Assets (RoAA) | (%) | (3.26) | 1.47 |
| Return on Average Net Worth (RoNW) | (%) | (29.36) | 12.13 |
| Total Debt/Tangible Net Worth (Gearing) | Times | 8.84 | 6.61 |
| Gross NPA | (%) | 0.96 | 0.47 |
| Net NPA | (%) | 0 | 0 |

* Total income equals to Net interest income plus other income

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

None

Material Covenants:

VCCL is subject to covenants stipulated by its lenders/investors in respect of various parameters like capital structure, asset quality among others. As per confirmation received from client vide mail dated 12 May 2020, 'The company is adhering to all terms and conditions stipulated as covenants by all its lenders/investors.'

Any other information

None

Applicable Criteria

- Rating of Non-Banking Financing Entities - <https://www.acuite.in/view-rating-criteria-44.htm>
- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Commercial Paper Programme - <https://www.acuite.in/view-rating-criteria-54.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History (Upto last three years)

| Date | Name of Instrument /Facilities | Term | Amount (Rs.Cr) | Ratings/Outlook |
|--------------------|--------------------------------|-----------|----------------|----------------------------------|
| 17 September, 2020 | Term Loan | Long Term | 12.33 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 27.00 | ACUITE BBB/Negative (Downgraded) |
| | SLS | Long Term | 20.00 | ACUITE BBB/Negative (Assigned) |
| | Term Loan | Long Term | 14.69 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 62.20 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 0.56 | ACUITE BBB (Withdrawn) |
| | Term Loan | Long Term | 3.08 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 1.78 | ACUITE BBB (Withdrawn) |

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|--------------|---|------------|--------|---|
| | Term Loan | Long Term | 7.62 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 3.50 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 2.31 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 2.64 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 5.07 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 0.55 | ACUITE BBB (Withdrawn) |
| | Term Loan | Long Term | 4.42 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 2.10 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 3.66 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 9.12 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 7.03 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 0.78 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 4.67 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 1.19 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 4.49 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 8.93 | ACUITE BBB/Negative (Downgraded) |
| | Term Loan | Long Term | 17.11 | ACUITE BBB/Negative (Downgraded) |
| | SLS | Long Term | 40.00 | ACUITE BBB/Negative (Assigned) |
| | Term Loan | Long Term | 136.06 | ACUITE BBB/Negative (Downgraded) |
| | Proposed Secured Non-Convertible Debentures | Long Term | 80.00 | ACUITE BBB/Negative (Downgraded) |
| | Secured Non-Convertible Debentures | Long Term | 20.00 | ACUITE BBB/Negative (Downgraded) |
| | Proposed Secured Redeemable NCD | Short Term | 50.00 | ACUITE A3+ (Assigned) |
| 18 May, 2020 | Term Loan | Long term | 16.11 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 30.00 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |

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| | Term Loan | Long term | 14.87 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 65.35 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 0.46 | ACUITE BBB+ (Withdrawn) |
| | Term Loan | Long term | 0.56 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 3.00 | ACUITE BBB+ (Assigned) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 1.78 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 8.83 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 5.51 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 2.29 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 2.63 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 6.50 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 0.55 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 5.00 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 2.22 | ACUITE BBB+ (Assigned) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 5.15 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 10.00 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 7.71 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 1.35 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 6.12 | ACUITE BBB+ (Downgraded) |

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| Nov 05, 2019 | | | | On 'Watch with Negative Implications' |
| | Term Loan | Long term | 2.53 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 4.76 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 9.52 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 20.00 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 167.66 | ACUITE BBB+ (Downgraded) On 'Watch with Negative Implications' |
| | Proposed Secured Non-Convertible Debentures | Long Term | 100.00 | ACUITE BBB+ (Assigned) On 'Watch with Negative Implications' |
| | Term Loan | Long term | 11.12 | ACUITE A-/Stable (Withdrawn) |
| | Term Loan | Long term | 20.27 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 30.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 2.40 | ACUITE A-/Stable (Withdrawn) |
| | Term Loan | Long term | 15.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 0.62 | ACUITE A-/Stable (Withdrawn) |
| | Term Loan | Long term | 84.52 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 0.92 | ACUITE A-/Stable (Withdrawn) |

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|--------------|-----------|-----------|--------|--|
| May 07, 2019 | Term Loan | Long term | 10.09 | (Reaffirmed) ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 0.55 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 2.92 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 6.67 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 12.00 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 9.25 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 2.60 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 7.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 3.16 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 5.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 10.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 148.87 | ACUITE A-/Stable (Reaffirmed) |
| | Term Loan | Long term | 11.12 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 22.87 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 2.40 | ACUITE A-/Stable (Assigned) |

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|--------------|-----------|-----------|-------|-----------------------------|
| May 07, 2019 | Term Loan | Long term | 0.62 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 84.64 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 0.92 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 1.40 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 2.14 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 4.94 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 14.73 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 5.45 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 6.13 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 14.39 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 6.79 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 1.38 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 3.75 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 14.00 | ACUITE A-/Stable (Assigned) |
| | Term Loan | Long term | 8.48 | ACUITE A-/Stable (Assigned) |

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|--|-----------|-----------|--------|-----------------------------|
| | Term Loan | Long term | 193.85 | ACUITE A-/Stable (Assigned) |
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***Annexure – Details of instruments rated**

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|------------------------|------------------|-------------|---------------|-----------------------------|----------------------------------|
| Term Loan | Not Available | NA | Not Available | 12.33 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 08.11.19 | 13.50% | 08.11.22 | 27.00 | ACUITE BBB/Negative (Reaffirmed) |
| SLS | 20.08.20 | 6.97% | 18.11.20 | 20.00 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 18.09.19 | 11.15% | 18.03.24 | 14.69 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | Not Available | NA | Not Available | 62.20 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 29.11.19 | 11.35% | 28.01.22 | 3.08 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 06.08.19 | 15.00% | 06.08.21 | 7.62 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 28.03.19 | 15.35% | 28.03.21 | 3.50 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 26.09.17 | 10.95% | 26.12.20 | 2.31 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 02.11.17 | 10.80% | 02.11.20 | 2.64 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 25.03.19 | 12.50% | 25.03.21 | 5.07 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 22.01.20 | 13.50% | 22.01.22 | 4.42 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 02.07.18 | 13.25% | 02.07.21 | 2.10 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 07.08.18 | 6.85% | 07.08.21 | 3.66 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 14.08.18 | 13.75% | 14.08.22 | 9.12 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 18.07.19 | 14.25% | 18.07.21 | 7.03 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 09.07.18 | 14.25% | 09.10.20 | 0.78 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 24.10.19 | 14.50% | 24.10.20 | 4.67 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 14.12.18 | 13.65% | 14.12.20 | 1.19 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 04.09.19 | 12.10% | 04.09.22 | 4.49 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 25.09.19 | 10.25% | 25.09.22 | 8.93 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | 26.12.19 | 6.43% | 26.06.22 | 17.11 | ACUITE BBB/Negative (Reaffirmed) |

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|----------------------------|---------------|--------|---------------|--------|----------------------------------|
| SLS | 30.06.20 | 11.00% | 30.04.22 | 40.00 | ACUITE BBB/Negative (Reaffirmed) |
| Term Loan | Not Available | NA | Not Available | 136.06 | ACUITE BBB/Negative (Reaffirmed) |
| Proposed Commercial Papers | NA | NA | NA | 30 | ACUITE A3+ (Assigned) |

| ISIN | Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|--------------|---|------------------|-------------|---------------|-----------------------------|----------------------------------|
| NA | Proposed Secured Non-Convertible Debentures | NA | NA | NA | 80.00 | ACUITE BBB/Negative (Reaffirmed) |
| INE04HY07013 | Secured Non-Convertible Debentures | 12-08-2020 | 12.5% | 12-08-2023 | 20.00 | ACUITE BBB/Negative (Reaffirmed) |
| NA | Proposed Secured Redeemable NCD | NA | NA | NA | 50.00 | ACUITE A3+ (Reaffirmed) |

Contacts

| Analytical | Rating Desk |
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