



**Press Release**  
**SANGHAMITHRA RURAL FINANCIAL SERVICES**  
**April 01, 2025**  
**Rating Reaffirmed, Withdrawn & Issuer Not Cooperating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	189.89	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
Bank Loan Ratings	110.11	Not Applicable   Withdrawn	-
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	300.00	-	-
* The issuer did not co-operate; based on best available information.			

**Rating Rationale**

Acuite has reaffirmed and withdrawn the long term rating of 'ACUITE BB+' (read as **ACUITE double B plus**) on the Rs. 189.89 Cr. bank loan facilities of Sanghamithra Rural Financial Service; The rating is being withdrawn on account of request received from the company and No Objection Certificate received from the banker. Acuite has withdrawn the long term rating on the Rs. 110.11 Cr. bank loan facilities of Sanghamithra Rural Financial Services without assigning any rating as it is a proposed facility. The rating is being withdrawn on account of request received from the company.

The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

**About the Company**

Incorporated in 1995, Bangalore based, Sanghamithra Rural Financial Services (SRFS) is a 'Section 8' (under The Companies Act, 2013) non-profit organisation. It is promoted by Mysore Rehabilitation and development agency (MYRADA). The company extends micro credit through self-help groups (SHGs) model since 2000, and through joint liability group (JLG) model since January 2018. SRFS is led by Mr. Aloysius. P. Fernandez. The company has presence in three states namely Karnataka, Tamil Nadu and Maharashtra and operates through a network of 111 branches, with 101072 members as on September 30,2022

**Unsupported Rating**

Not Applicable

**Non-cooperation by the issuer/borrower:**

Acuite 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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

### **Limitation regarding information availability**

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**Rating Sensitivity**

Not Applicable

**Liquidity Position**

Not Applicable

**Outlook**

Not Applicable

**Other Factors affecting Rating**

None

**Key Financials :**

Particulars	Unit	FY2023 (Actual)	FY2022 (Actual)
Total Assets	Rs Cr	280.43	291.98
Total Income*	Rs Cr	23.92	17.08
PAT	Rs Cr	8.62	5.53
Networth	Rs Cr	74.69	67.69
Return on Average Assets (RoAA)	(%)	3.01	2.19
Return on Net worth (RoNW)	(%)	12.10	8.35
Total Debt/Tangible Networth	Times	2.69	3.25
Gross NPA	(%)	-	3.33%
Net NPA	(%)	-	1.09%

\*Total income equals to Net interest income plus other income

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

Not Applicable

**Any other information**

None

**Applicable Criteria**

- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

**Note on complexity levels of the rated instrument**

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Apr 2024	Cash Credit	Long Term	5.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	3.71	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	20.10	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Secured Overdraft	Long Term	35.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	6.67	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	1.32	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Secured Overdraft	Long Term	35.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	1.91	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	10.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	9.83	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	2.50	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	25.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	8.50	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Proposed Long Term Bank Facility	Long Term	79.91	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Cash Credit	Long Term	5.55	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Term Loan	Long Term	16.60	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Proposed Long Term Bank Facility	Long Term	30.20	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
	Cash Credit	Long Term	3.20	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB   Stable)
02 Jan 2023	Term Loan	Long Term	8.50	ACUITE BBB   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	79.91	ACUITE BBB   Stable (Reaffirmed)
	Cash Credit	Long Term	5.55	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	16.60	ACUITE BBB   Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	30.20	ACUITE BBB   Stable (Assigned)
	Cash Credit	Long Term	3.20	ACUITE BBB   Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	3.71	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	20.10	ACUITE BBB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	35.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	6.67	ACUITE BBB   Stable (Reaffirmed)

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

	Term Loan	Long Term	1.32	ACUITE BBB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	35.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	1.91	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	9.83	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	2.50	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	25.00	ACUITE BBB   Stable (Reaffirmed)
20 Apr 2022	Secured Overdraft	Long Term	25.00	ACUITE BBB   Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE BBB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	20.00	ACUITE BBB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	10.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	0.01	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	7.36	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	9.63	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	20.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	4.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	6.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	8.00	ACUITE BBB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	15.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	15.00	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	25.00	ACUITE BBB   Stable (Reaffirmed)
	Cash Credit	Long Term	20.00	ACUITE BBB   Stable (Reaffirmed)

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

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	5.00	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	5.55	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.20	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	79.91	Simple	Not Applicable Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	30.20	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	35.00	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Indian Bank	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	35.00	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Indian Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.91	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Nabsamruddhi Finance Limited	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	9.83	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.50	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	25.00	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	8.50	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Canara Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	6.67	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
* The issuer did not operate; based on best available information.	Not avl. / Not appl.							ACUITE BB+

Federal Bank	avl. / Not appl.	Term Loan	Not avl. / Not appl.	/ Not appl.	Not avl. / Not appl.	1.32	Simple	Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.71	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Maharashtra	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	20.10	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	16.60	Simple	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*

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

## Contacts

Mohit Jain Senior Vice President-Rating Operations	<b>Contact details exclusively for investors and lenders</b>
Nattasha Venkatesh Associate Analyst-Rating Operations	Mob: +91 8591310146 Email ID: <a href="mailto:analyticalsupport@acuite.in">analyticalsupport@acuite.in</a>

### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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