

**Press Release**  
**Sarala Development and Microfinance Private Limited**

May 27, 2021



**Rating Downgraded and Withdrawn**

<b>Total Bank Facilities Rated</b>	Rs.250.00 Cr. ACUITE BBB-/Stable (Downgraded from ACUITE BBB/Under Watch with Negative Implications)
<b>Long Term Rating</b>	
<b>Total Non-Convertible Debentures</b>	Rs.50.00 Cr. ACUITE BBB- (Downgraded from ACUITE BBB/ Under Watch with Negative Implications and Withdrawn)
<b>Long Term Rating</b>	

**Rating Rationale**

Acuite has downgraded the long term rating to **'BBB-' (read as ACUITE Triple B Minus)** from **'BBB' (read as ACUITE Triple B)** on the Rs.250.00 Cr. bank facilities of Sarala Development Microfinance and Private Limited (SDMPL). The outlook has been revised from 'Under Watch with Negative Implications' to **'Stable'**.

Further, Acuite has downgraded and withdrawn long term rating to **'BBB-' (read as ACUITE Triple B Minus)** from **'BBB' (read as ACUITE Triple B)** on the Rs.50.00 Cr. proposed non-convertible debentures of Sarala Development Microfinance and Private Limited (SDMPL). This rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. The rating is being withdrawn on account of request received from the company.

The revision in the rating is primarily on account of asset quality stress and its resultant impact on the credit and financial profile of the company. SDMPL reported significant increase in delinquencies; 30dpd+ and 90dpd+ deteriorated to 18.12% and 12.51% respectively as on March 31,2021 as against 1.60% and 1.18% as on March 31,2020. Although, Acuite takes cognizance of the fact that asset quality stress in the sector has been on account of Covid-19 induced slowdown, clearly some MFIs have been more affected on account of their geographic distribution. The rating is also constrained due to geographically concentrated portfolio with West Bengal and Bihar together comprising 92 percent and balance 8 percent spread across Assam, Jharkhand and Sikkim. Furthermore, profitability metrics deteriorated as reflected in Profit After Tax (PAT) of Rs.0.14 cr. (Provisional) during FY2021 as against Rs.6.99 Cr. during FY2020 and on account of lower disbursements, Assets Under Management (AUM) declined to Rs.194.77 Cr. as on March 31,2021 from Rs.257.30 Cr. as on March 31, 2020. The inherent risks of microfinance industry including exposure to marginalised borrowers have been exacerbated by localised lockdowns and economic disruptions in the wake of second wave of Covid-19. In this regard, the movement of delinquencies across different time buckets and its resultant impact on profitability metrics due to higher provisioning requirements would remain key monitorables.

The rating continues to derive strength from SMFL's established track record of operations in the microfinance lending of over a decade along with the support of the experienced management team. The rating also derives strength from its adequate capitalisation levels and moderate gearing levels. The Capital Adequacy Ratio (CAR) and gearing stood at 30.07 percent and 2.83 times (Prov.) as on March 31, 2021.

**About the company:**

Kolkata based SDMPL (erstwhile Unnati Trading and Fincon Pvt. Limited – incorporated in 1992) is an RBI registered non-systemically important NBFC-MFI. The company is engaged in extending microfinance loans to woman borrowers organized in Joint Liability Groups since 2014.

SDMPL is co-promoted by Dr. Arabinda Kumar Sinha (Chairman) and Mr. Pranab Rakshit (Managing Director). Dr. Sinha forayed in the microfinance space in 2006 through Sarala Women's Welfare Society (SWWS) which is a not for profit entity, constituted under Section 25 of the Indian Companies Act 1956, (now Section 8 of the Indian Companies Act 2013). Later in 2010, SWWS acquired Unnati Trading and Fincon Private Limited, changed its name to SDMPL and it was registered as an NBFC-MFI with RBI in 2014. SWWS operations were transferred to SDMPL with an objective to transform the microfinance operations under a recognized and regulated NBFC-MFI. Presently the day to day operations of the company are managed by Mr. Pranab Rakshit who has over a decade of experience in financial services.

SDMPL operates through a network of 86 branches as on March 31, 2021 spread across five states, namely, West Bengal, Bihar, Assam, Sikkim and Jharkhand.

### **Analytical Approach**

Acuité has considered the standalone financial and business risk profile of SDMPL to arrive at the rating.

### **Key rating drivers:**

#### **Strengths:**

##### **Established experience in microfinance lending:**

SDMPL is engaged in extending micro credit to women entrepreneurs in the rural areas of eastern and north eastern part of the India under Joint Liability group (JLG) model. SDMPL has moderately diversified its geographical presence beyond West Bengal to other states like Bihar, Assam, Jharkhand and Sikkim. The Company operates through a network of 86 branches spread across all these states as on March 31, 2021. SDMPL's AUM declined to Rs.194.77 Cr. as on March 31, 2021 from Rs.257.30 Cr. as on March 31, 2020. On-book exposure constitutes around 78 percent of the AUM and off-book exposure around 22 percent. The company is engaged in a business correspondent relationship with IDBI Bank Limited.

The company is promoted by Dr. Arabinda Kumar Sinha (Chairman) and Mr. Pranab Rakshit (Managing Director). Its board comprises 7 members led by Dr. Arabinda Kumar Sinha (Chairman). The members of the board have over two decades of experience in banking and financial services. The day to day operations of the company are managed by Mr. Pranab Rakshit (Managing Director). He was on the Board of SA-DHAN for four years, one of the Self-Regulatory Organizations for Microfinance Institution in the country and currently the Vice President of AMFI-WB, an Association of Microfinance Institutions of West Bengal.

Acuité believes that the operations of SDMPL's will be supported by established presence and experienced management.

##### **Adequate Capitalisation and Gearing Levels:**

SDMPL's networth stood at Rs.43.08 Cr. as on March 31, 2021 (Rs.42.93 Cr. as on March 31, 2020). On other hand, debt stood at Rs.122.01 Cr. as on March 31, 2021 (Prov.) (Rs.201.82 Cr. as on March 31, 2020), translating to improved gearing levels of 2.83 times as on March 2021 (Prov.) (4.70 times as on March 31, 2020). Furthermore, Capital Adequacy Ratio (CAR) ratio improved to 30.07 percent as on March 31, 2021 from 24.16 percent as on March 31, 2020, mainly due to decline in AUM.

#### **Weaknesses:**

##### **Challenges to grow portfolio and maintain asset quality in tepid operating environment**

SDMPL primarily extends micro finance loans to borrowers with lack of access to formal credit in the rural areas in eastern and north eastern region, primarily in West Bengal and Bihar through the JLG model. Given the credit profile of microfinance borrowers, any impact on the income flow of these households as a result of economic shocks could impair their repayment ability. Furthermore, early signs of recovery were visible in overall operating environment for microfinance industry till the second wave of Covid-19 struck from March 2021, which has spread only been in the large cities but also in the hinterland. While no national level lockdown has been contemplated yet as in last year, the virulence of the second wave has led to lockdowns at local levels in various states and the intensity of such lockdowns may increase if the case load continues to increase further, leading to heightened risks of a sharper impact on the lives and livelihoods of the microfinance borrowers in the near term.

SDMPL's AUM declined to Rs.194.77 Cr. as on March 31, 2021 from Rs.257.30 Cr. as on March 31, 2020 due to lower disbursements primarily due to impact of Covid-19 pandemic. Disbursements stood at Rs.198 Cr. during FY2021 (Rs.433 Cr. during FY2020) Additionally, portfolio delinquencies i.e 30dpd+ and 90dpd+ were significantly higher and stood at 18.12% and 12.51% respectively as on March 31, 2021 as against 1.60% and 1.18% as on March 31, 2020. Furthermore, fairly geographically concentrated portfolio also poses risk to asset quality.

## Weak earnings profile

Overall profitability of the company for FY2021 has been impacted as evidenced by deterioration in profitability; PAT stood at Rs.0.14 Cr. (Provisional) during FY2021 as against Rs.6.99 Cr. during FY2020, translating to RoAA (Provisional) at 0.07% for FY2021 as against 2.90% for FY2020. This is primarily due to higher credit provisioning of Rs.6.9 Cr. (Provisional) during FY2021 as against Rs.1.8 Cr. during FY2020. Further, write offs too increased to Rs.4.1 Cr. (Provisional) during FY2021 as against Rs.2.2 Cr. during FY2020. As the situation around severity and longevity of Covid-19 impact evolves, with the risk of potential increase in credit losses in the near-to-medium term, profitability will remain a key monitorable.

## Liquidity Position: Adequate

SDMPL has well matched profile as on March 31, 2021 with no negative cumulative mismatches reported across time buckets. As on March 31, 2021, its contractual debt obligations over the next three months stood at Rs.23.55 Cr. and contractual inflows from advances for the corresponding period stood at Rs.36.42 Cr. It reported unencumbered cash and cash equivalents of Rs.0.95 Cr. as on March 31, 2021. It reported collection efficiency (scheduled collections vs actual collections) of 82.83 percent, 96.03 percent and 96.09 percent and for January, February and March 2021 respectively which supports its liquidity profile. Acuité takes note of the company's funding pipeline, however, its ability to maintain and improve the collection efficiency and raise fresh funds in a timely manner will be important from a liquidity perspective.

## Rating Sensitivities

- Movement in capital structure and gearing levels
- Movement in asset quality and profitability metrics
- Changes in regulatory environment
- Movement in liquidity buffers

## Material Covenants

SDMPL is subject to covenants stipulated by its lenders/investors in respect of various parameters like capital structure, asset quality among others.

## Outlook: Stable

Acuité believes that SDMPL will benefit from its experienced promoters and management team and comfortable capitalisation buffers. The outlook may be revised to 'Positive' if there is significantly higher than expected growth in AUM while maintaining asset quality and improving profitability metrics. Conversely, the outlook may be revised to 'Negative' in case of significant deterioration in asset quality, profitability parameters or case of challenges faced in raising fresh capital shall lead to a negative rating bias.

## About the Rated Entity Financials

Particulars	Unit	FY20 (Actual)	FY19(Actual)
Total Assets	Rs. Cr.	253.06	228.51
Total Income (Net of Interest Expense)	Rs. Cr.	26.66	21.36
PAT	Rs. Cr.	6.99	6.23
Net Worth	Rs. Cr.	42.93	35.95
Return on Average Assets (RoAA)	(%)	2.90	3.18
Return on Average Net Worth (RoNW)	(%)	17.72	18.98
Total Debt/Tangible Net Worth (Gearing)	Times	4.70	5.16
Gross NPAs	(%)	1.18	0.80
Net NPAs	(%)	0.18	0.11

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

None

#### Any other information

Not Applicable

#### Applicable Criteria

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

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

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

#### Rating History (Up to last three years)

Date	Name of the Facilities	Term	Size of the Issue (Rs. Cr.)	Ratings/Outlook
May 15,2020	Cash Credit	Long Term	6.44	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	0.09	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	2.19	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	0.91	ACUITE BBB (withdrawn)
	Term Loan	Long Term	0.8	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	1.06	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	1.82	ACUITE BBB (withdrawn)
	Term Loan	Long Term	2.67	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 3	Long Term	1.88	ACUITE BBB (withdrawn)
	Term Loan	Long Term	1.19	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	10	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 2	Long Term	3.03	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 3	Long Term	0.37	ACUITE BBB (withdrawn)
Term Loan	Long Term	2.5	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'	

	Term Loan	Long Term	1.25	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	1.99	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	3.33	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 5	Long Term	2.08	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	6.14	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 4	Long Term	7.48	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 6	Long Term	1.88	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 7	Long Term	1.88	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 10	Long Term	1.25	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 8	Long Term	1.25	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 9	Long Term	1.25	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	0.36	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	3.5	ACUITE BBB (withdrawn)
	Term Loan	Long Term	8	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	1.08	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	12.19	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	10.7	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	7.9	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan- Tranche 1	Long Term	2.92	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'

	Term Loan- Tranche 2	Long Term	4.24	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 3	Long Term	7.67	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan- Tranche 1	Long Term	2.1	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan- Tranche 2	Long Term	2.27	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan	Long Term	2.06	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan	Long Term	4.82	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Term Loan 11A	Long Term	1.87	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 11B	Long Term	1.87	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 12A	Long Term	1.87	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 12B	Long Term	1.87	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 5	Long Term	13.12	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 2	Long Term	6.36	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 13A	Long Term	2.19	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 13 B	Long Term	2.19	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 14 A	Long Term	2.19	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 14 B	Long Term	2.19	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 15 A	Long Term	2.29	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 15 B	Long Term	2.29	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 2	Long Term	6.36	ACUITE BBB (Assigned) On 'Watch with Negative Implications'

	Term Loan	Long Term	5	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 16 A	Long Term	3.35	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 16 B	Long Term	1.44	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 17 A	Long Term	3.35	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 17 B	Long Term	2.4	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 3	Long Term	5	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 2	Long Term	2	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Term Loan 2	Long Term	5	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
	Proposed bank facility	Long Term	49.74	ACUITE BBB (Reaffirmed) On 'Watch with Negative Implications'
	Proposed Secured Redeemable Non-Convertible Debentures	Long Term	50	ACUITE BBB (Assigned) On 'Watch with Negative Implications'
Nov 29, 2019	Cash Credit	Long Term	7	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	0.49	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	2.77	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	0.91	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.21	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.82	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.82	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.33	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.88	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	2.39	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	10	ACUITE BBB /Stable (Assigned)



	Term Loan	Long Term	4.85	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	0.37	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.33	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	2.5	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.67	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.89	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	4.58	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	10.23	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	11.25	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.13	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.13	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.88	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.88	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.88	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	2.44	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	3.5	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	10	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	1.58	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	14.06	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	12.93	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	9.33	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	4.5	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	10	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	2.44	ACUITE BBB /Stable (Assigned)



	Term Loan	Long Term	3	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	5	ACUITE BBB /Stable (Assigned)
	Term Loan	Long Term	81.03	ACUITE BBB /Stable (Assigned)

**\*Annexure – Details of instruments rated**

Bank/FI	Name of the Facilities	Date of Issuance	Coupon rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
IDFC First bank	Term Loan	14-Feb-18	Not Available	06-Feb-25	10	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 18 A	Term Loan	30-Sep-20	Not Available	20-Aug-22	2.63	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 18 B	Term Loan	30-Sep-20	Not Available	20-Aug-22	1.13	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MUDRA	Term Loan	29-Nov-19	Not Available	10-Jun-22	2.68	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Arohan Financial Services Limited	Term Loan	28-Mar-19	Not Available	27-Mar-22	7.05	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
NABFIN 02	Term Loan	23-Mar-20	Not Available	15-Apr-22	1.89	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Hinduja Leyland Finance	Term Loan	26-Sep-19	Not Available	10-Jun-22	5.28	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
HINDUJA 02	Term Loan	12-Feb-20	Not Available	12-Feb-23	4.81	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
NABFIN Limited	Term Loan	20-Mar-19	Not Available	06-Mar-21	0.42	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
NABKISAN 02	Term Loan	17-Mar-20	Not Available	28-Feb-23	3.75	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Nabkisan	Term Loan	11-Mar-19	Not Available	06-Jun-23	9.38	ACUITE BBB-/Stable (Downgraded from ACUITE

Finance Limited						BBB On "Watch" with Negative Implications)
Nabsamr uddhi Finance Limited	Term Loan	03-Jul-17	Not Available	19-Dec-19	1.24	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Nabsamr uddhi Finance Limited	Term Loan	31-Jul-18	Not Available	23-Jul-21	-	ACUITE BBB-(Downgraded and Withdrawn)
Eclear Leasing & Finance Pvt. Ltd.	Term Loan	29-Aug-19	Not Available	27-May-22	3.19	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Oiko credit	Term Loan	08-Mar-19	Not Available	05-Sep-20	-	ACUITE BBB-(Downgraded and Withdrawn)
Profectus Capital	Term Loan	23-Sep-19	Not Available	15-Jan-21	0.06	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Small Industries Development Bank of India	Term Loan	14-Mar-19	Not Available	05-Mar-22	4	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Small Industries Development Bank of India	Term Loan	25-Jun-20	Not Available	25-Jun-20	3	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
IDFC First bank	Term Loan	06-Sep-18	Not Available	28-Aug-22	2.47	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 16 A	Term Loan	27-Feb-20	Not Available	25-Jan-22	1.9	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 17 A	Term Loan	27-Feb-20	Not Available	25-Jan-22	1.9	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
SMC(MONEYWISE)	Term Loan	14-Feb-20	Not Available	05-Mar-22	2.69	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
State Bank of India	Cash Credit	22-Sep-17	Not Available	-	6.99	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 17 B	Term Loan	27-Feb-20	Not Available	25-Jan-22	1.35	ACUITE BBB-/Stable (Downgraded from ACUITE

						BBB On "Watch" with Negative Implications)
InCred	Term Loan	28-Jun-19	Not Available	10-Jan-21	1.27	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 15A	Term Loan	24-Jan-20	Not Available	25-Nov-21	1.25	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 15B	Term Loan	24-Jan-20	Not Available	25-Nov-21	1.25	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
State Bank of India	Term Loan	25-Nov-19	Not Available	25-Sep-22	4.42	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 13A	Term Loan	30-Dec-19	Not Available	25-Nov-21	1.15	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 13B	Term Loan	30-Dec-19	Not Available	25-Nov-21	1.15	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 14A	Term Loan	30-Dec-19	Not Available	25-Nov-21	1.15	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 14B	Term Loan	30-Dec-19	Not Available	25-Nov-21	1.15	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
State Bank of India	Term Loan	22-Sep-17	Not Available	16-Sep-20	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS 11A	Term Loan	03-Oct-19	Not Available	25-Aug-21	0.83	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 11B	Term Loan	03-Oct-19	Not Available	25-Aug-21	0.83	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 12A	Term Loan	03-Oct-19	Not Available	25-Aug-21	0.83	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 12B	Term Loan	03-Oct-19	Not Available	25-Aug-21	0.83	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
MAS 16 B	Term Loan	27-Feb-20	Not Available	25-Jan-22	0.81	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)

Bandhan Bank	Term Loan	31-Jul-19	Not Available	10-Jan-21	0.67	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
UCO Bank Limited	Term Loan	26-Sep-17	Not Available	20-Dec-20	1.02	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
UCO Bank Limited	Term Loan	01-Mar-16	Not Available	30-Mar-20	-	ACUITE BBB-(Downgraded and Withdrawn)
Ananya Finance	Term Loan	03-Oct-18	Not Available	24-Jul-20	-	ACUITE BBB-(Downgraded and Withdrawn)
Bank of Baroda	Term Loan	23-Feb-18	Not Available	11-Feb-20	-	ACUITE BBB-(Downgraded and Withdrawn)
Dena Bank	Term Loan	26-Sep-17	Not Available	20-Dec-19	-	ACUITE BBB-(Downgraded and Withdrawn)
Fincare Small Finance Bank	Term Loan	28-Jan-19	Not Available	22-Apr-20	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	30-Aug-18	Not Available	28-Aug-20	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	02-Jan-19	Not Available	24-Dec-20	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	02-Jan-19	Not Available	24-Dec-20	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	02-Feb-19	Not Available	21-Jan-21	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	30-Jan-19	Not Available	21-Jan-21	-	ACUITE BBB-(Downgraded and Withdrawn)
MAS Financial Services Limited	Term Loan	30-Jan-19	Not Available	21-Jan-21	-	ACUITE BBB-(Downgraded and Withdrawn)
Uco Bank Limited 03	Term Loan	17-Mar-20	Not Available	30-Jun-24	4.12	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Union Bank	Term Loan	28-Dec-18	Not Available	11-Dec-20	3.72	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
UNION BANK 04	Term Loan	29-Nov-19	Not Available	29-Nov-22	9.08	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)

United Bank of India	Term Loan	07-Apr-20	Not Available	30-Mar-24	7.32	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
United Bank of India	Term Loan	07-Feb-18	Not Available	20-Jul-21	1.36	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Yes Bank	Term Loan	30-Aug-18	Not Available	03-Aug-20	-	ACUITE BBB-(Downgraded and Withdrawn)
Proposed Bank Facility	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	127.98	ACUITE BBB-/Stable (Downgraded from ACUITE BBB On "Watch" with Negative Implications)
Proposed Secured Redeemable Non-Convertible Debentures	Proposed Secured Redeemable Non-Convertible Debentures	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE BBB-(Downgraded from ACUITE BBB On "Watch" with Negative Implications and withdrawn)

## Contacts

Analytical	Rating Desk
<p>Mohit Jain Senior Vice President- Rating Operations Tel: 022-49294029 <a href="mailto:mohit.jain@acuite.in">mohit.jain@acuite.in</a></p> <p>Shrey Khandelwal Analyst - Rating Operations Tel: 022-49294072 <a href="mailto:shrey.khandelwal@acuite.in">shrey.khandelwal@acuite.in</a></p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022 - 49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a></p>

### About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,000 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](http://www.acuite.in)) for the latest information on any instrument rated by Acuité*