

Press Release
Namra Finance Limited
April 03, 2024



Rating Assigned and Reaffirmed

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	173.00	ACUITE A- Stable Assigned	-
Bank Loan Ratings	437.00	ACUITE A- Stable Reaffirmed	-
Non Convertible Debentures (NCD)	40.00	ACUITE A- Stable Reaffirmed	-
Non Convertible Debentures (NCD)	42.00	PP-MLD ACUITE A- Stable Reaffirmed	-
Total Outstanding Quantum (Rs. Cr)	692.00	-	-

Rating Rationale

Acuite has assigned the long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) on the Rs. 173.00 Cr. bank facility of Namra Finance Limited (NFL). The outlook is '**Stable**'.

Acuite has reaffirmed the long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) on the Rs. 437.00 Cr. bank facility of Namra Finance Limited (NFL). The outlook is '**Stable**'.

Acuite has reaffirmed the long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) on the Rs. 40.00 Cr. of Non Convertible Debentures of Namra Finance Limited (NFL). The outlook is '**Stable**'.

Acuite has reaffirmed the long-term rating of '**PP-MLD ACUITE A-**' (read as **Principal Protected Market Linked Debentures ACUITE A minus**) on the Rs. 42.00 Cr. Principal Protected Market Linked Debentures (including proposed) of Namra Finance Limited (NFL). The outlook is '**Stable**'.

Rationale for the rating

The rating continues to factor in the group's established track record of operations in three product segments i.e Micro Finance, Micro Small and Medium Enterprise (MSME) and two-wheeler finance supported by experienced management team. The ratings further takes into account the group's healthy resource raising ability and healthy liquidity buffers. The group has well diversified funding profile with a lender base of over 30 banks and financial institutions. The rating further factors in growth in the scale of operations with rise in AUM from Rs. 1,233 Cr. as on March 31, 2022 to Rs. 1,943 Cr. as on March 31, 2023. The AUM grew to Rs. 2,437 Cr. as on Dec-23. Further, with a view to achieve deeper penetration, the group has expanded in the past four years into newer regions which has resulted in decline in concentration in the state of Gujarat from 57.20 percent in FY18 to 27.58 percent in FY23. (26.66 percent as on Sep-23). Additionally, the group's profitability improved in FY23 as marked by RoAA (on-balance sheet assets) of 5.78 percent (P.Y: 2.95 percent). The group reported a consolidated PAT of Rs. 93.81 Cr. in FY2023 (Rs. 31.72 Cr. in FY2022; Rs. 10.62 Cr. in FY2021). For 9MFY24, the profits stood at Rs.122.76 Cr. The improvement in earnings profile is also backed by increase in overall yield on advances through MSME financing as well as removal of interest rate cap on microfinancing. The rating is however constrained by a moderate albeit improving capital base; commensurate with the size and unsecured nature of the portfolio. Further, the gearing at group level stood moderate at 4.39 times as of March 31, 2023, which

although improved slightly since FY2022 backed by the recent capital raise of Rs. 115 Cr. in H1FY23. The group has raised equity capital to the tune of Rs. 230 Cr. in Q3FY24 through QIP

which is expected to aid the capital buffers. Going forward, the ability of the group to profitably scale up its operations while mitigating asset quality risk would be a key rating monitorable.

About the Company

Namra Finance Limited (NFL) is a wholly owned subsidiary of AFSL which is a Non-Deposit taking NBFC registered with Reserve Bank of India, promoted by Mr. Jayendra Patel. Prior to May 2013, AFSL was engaged in the business of two-wheeler financing and microfinance lending business through Joint Liability Group (JLG) model. However, NFL got an NBFC – Micro Finance Institution license from RBI on February 14, 2013 and from May 2013, entire new microfinance lending is being carried out by NFL. Microfinance lending is presently the largest business segment of the group contributing ~83 percent of the total Assets under Management (AUM) as on March 31, 2023.

About the Group

Incorporated in 1992 and promoted by Mr Jayendra Patel, Arman Financial Services Ltd (together with Namra Finance Ltd. referred to as "Arman Group") is a Non-Deposit taking Non-Banking Financial Company registered with RBI. Arman commenced its operations with asset backed finance lending in the state of Gujarat. Following the RBI directive for creating a separate category of NBFC for lending to micro finance sector, the company was the first in India to obtain "NBFC-MFI" license for its wholly owned subsidiary -Namra Finance Ltd (Namra) on February 14, 2013. In March 2017, AFSL also commenced MSME Lending Business.

The Company (Arman and Namra together) is mainly engaged into micro-financing and asset backed financing. The company offers two-wheeler and MSME financing and Joint Liability Group (JLG) financing. AFSL, on a consolidated basis, operates in 8 states i.e Gujarat, Madhya Pradesh, Maharashtra, Uttar Pradesh, Uttarakhand, Rajasthan, Haryana and Bihar spread across 120 districts through a network of 336 branches with Assets Under Management (AUM) at Rs 1,943 Cr. as on March 31, 2023. AFSL's equity shares were listed on BSE in 1995. The promoter and promoter group hold 27.31 percent of the equity shareholding in AFSL as on March 31, 2023.

Unsupported Rating

Not Applicable

Analytical Approach

Extent of Consolidation

• Full Consolidation

Rationale for Consolidation or Parent / Group / Govt. Support

Acuité has consolidated the business and financial risk profiles of AFSL and NFL (Hereinafter referred to as 'Arman Group') for arriving at the rating. The consolidation is in view of common promoters and management, integrated businesses, shared brand name, and significant operational and financial linkages between these entities.

Key Rating Drivers

Strength

Established track record of operations with experienced promoters and management

AFSL has been engaged in the financing business since 1992 and has demonstrated a long track record of operations through various business cycles. Arman commenced its operations with asset backed finance lending in the state of Gujarat and has built a strong experience of 29 years in the industry. Following the RBI directive for creating a separate category of NBFC for lending to micro finance sector, the company was the first in India to obtain "NBFCMFI" license for its wholly owned subsidiary - Namra Finance Ltd (Namra) on February 14, 2013. Accordingly, all the assets related to micro finance were transferred to Namra Finance Limited (NFL). In 2017, company began its MSME loan product segment. The group has

geographical presence in the states of Gujarat, Madhya Pradesh, Uttar Pradesh, Maharashtra, Uttarakhand, Rajasthan, Haryana and Bihar with a network of 336 branches spread across 120 districts as on March 31, 2023. The company is promoted by Mr. Jayendra Patel, Vice Chairman and Managing Director, who has 25 years of senior managerial and board level experience in the finance sector. Mr. Patel is the founder member of Gujarat Finance Companies Association. He is supported by Mr. Aalok Patel, Joint Managing Director, who is also on the Board of the company and has more than 15 years of experience in the financial sector. Further, Mr. Alok Prasad is the present Chairman on the Board of AFSL, who is also on the Board of the company and is having 35 years of experience in regulatory, banking and financial services. He has been associated with MFIN as Founder Chief Executive Officer. The Board is well represented by nine directors with adequate and relevant experience in the corporate and finance domains.

Acuité believes that the established presence of the promoters and management coupled with effective guidance from the directors on the board, will support the business risk profile of the company in the near to medium term.

Increased scale of operations

The group's operations have seen an improvement with rise in AUM from Rs. 1,233 Cr. as on March 31, 2022 to Rs. 1,943 Cr. as on March 31, 2023. The AUM grew to Rs. 2,437 Cr. as on Dec-23. Further, with a view to achieving deeper penetration, the group has in the past 4 years, expanded into newer regions. As such, the company's branch size increased from 80 branches as on March 2017 to 336 branches as on March 31, 2023 which has gradually resulted in reduced concentration of AUM in the state of Gujarat (27.58 percent as on March 31, 2023). The company added 44 new branches during FY2023. The company has three major segments- JLG (Micro-Finance through Namra Finance Limited), MSME and two wheeler loan, whereby MFI-JLG contributes 81.70 percent of the Total AUM as on March 31, 2023 followed by MSME (13.1 percent of the total AUM) and Two wheeler loans (3.13 percent of the total AUM).

Acuité believes that company has demonstrated the resilience to grow across various business cycles coupled with diversification in three segments.

Improving profitability; strong resource raising ability

The group's profitability improved in FY23 as marked by RoAA (on-balance sheet assets) of 5.78 percent (P.Y: 2.95 percent). The group reported a consolidated PAT of Rs. 93.81 Cr. in FY2023 (Rs. 31.72 Cr. in FY2022; Rs. 10.62 Cr. in FY2021). For 9MFY24, the profits stood at Rs. 122.76 Cr. The improvement in earnings profile is also backed by increase in overall yield on advances through MSME financing as well as removal of interest rate cap on microfinancing. Acuité believes that company's ability to sustain the growth momentum and curb the credit costs will be a key monitorable. The group has established relationships with over 30 lenders; public and private sector bank and financial institutions. The debt profile of the group remains diverse with borrowings through Banks & SFBs (33 percent), DFIs (2 percent), NBFC/FIs (26 percent), borrowings through securitization (17 percent), ECB (9 percent) and debt securities (13 percent) as on March 31, 2023. Going forward, Acuité expects the group to continue to benefit from a diversified funding mix.

Weakness

Moderate asset quality; albeit improving

The outbreak of COVID and the intermittent lockdowns significantly impacted the credit profile of most of the borrowers thereby impacting asset quality during FY21. Given the challenges and stress experienced by vehicle and micro finance sector, company reported GNPA (on-book; consolidated) at 4.44 percent as on March 31, 2022 as against 4.70 percent as on March 31, 2021 (1.13 percent as on March 31, 2020). However, on account of improved collections and write-offs in FY23, the GNPA as on March 31, 2023 stood at 2.79 percent; further improved to 2.38 percent as on Dec-23 on account of increase in portfolio. The on-time portfolio (AUM basis) as on March 31, 2023 stood at 95.49 percent vis-à-vis 89.74 percent as on March 31, 2022 (94.15 percent as on December 31, 2023). The provisioning on GNPA remained healthy at 90.91 percent as on September 30, 2023.

Modest capital structure

The group's net worth stood at Rs. 212.68 Cr. as on March 31, 2022 (Rs. 186.76 Cr. as on March 31, 2021). Due to capital raise of Rs. 115 Cr. in Q2FY23 and internal accruals, the net worth grew to Rs. 365.69 Cr. as on March 31, 2023. (Rs. 721.75 Cr. as on December 31, 2023). The group has raised equity to the tune of Rs. 230 Cr. in Q3FY24 through QIP which is expected to aid the capital buffers going forward. NFL has adequate capitalization level with Capital Adequacy Ratio of 26.45 percent (standalone) as on December 31, 2023 (25.62 percent as on March 31, 2023). The group's consolidated gearing levels stood moderate at 2.5 times as on December 31, 2023. (4.39 times as on March 31, 2023).

ESG Factors Relevant for Rating

NFL belongs to the NBFC sector which complements bank lending in India. Some of the material governance issues for the financial services sector are policies and practices with regard to business ethics, board diversity and independence, compensation structure for board and KMPs, role of the audit committee and shareholders' rights. On the social aspect, some of the critical issues for the sector are the contributions to financial inclusion and community development, responsible financing including environmentally friendly projects and policies around data privacy. The industry, by nature has a low exposure to environmental risks. NFL focuses towards overcoming the financial inclusion gap through vehicle finance and microfinance in semi-rural and rural areas. The entity has corporate governance policies on whistle-blower programme and vigil mechanism. The NBFC outlines the policies related to diversity, sexual harassment, and ethical business practices in its code of conduct and also has a high transparency in terms of disclosures related to board and management compensation. NFL's CSR policy focuses on development of marginalized communities and initiatives such as Hygiene Awareness programmes among rural women in Gujarat. As part of the 'green initiative', the company has switched to electronic mode to send annual reports or Notice of AGM to the shareholders and depository participants.

Rating Sensitivity

- Timely infusion of capital
- Movement in leverage
- Movement in asset quality and collection efficiency
- Movement in capitalization and liquidity buffers
- Movement in profitability metrics

Liquidity Position Adequate

NFL has adequately matched asset liability profile as on September 30, 2023 with a cumulative surplus in all maturity buckets. The group has adequate liquidity buffers by way of sufficient cash and cash equivalents of Rs. ~521 Cr. as on September 30, 2023.

Outlook: Stable

Acuité believes that the group will maintain a 'Stable' outlook over the near to medium term owing to its established presence in the key operating segment (i.e. MSME, MFI) and adequate capitalization buffers. The outlook may be revised to 'Positive' in case of significant and sustainable growth in AUM while maintaining asset quality, gearing levels and improved profitability. Conversely, the outlook may be revised to 'Negative' in case of significantly higher than expected asset quality pressures or profitability margins.

Other Factors affecting Rating

None

Key Financials - Standalone / Originator

Particulars	Unit	FY23 (Actual)	FY22 (Actual)
Total Assets	Rs. Cr.	1 665.98	995.34
Total Income*	Rs. Cr.	188.21	100.39
PAT	Rs. Cr.	67.20	18.45
Net Worth	Rs. Cr.	325.62	162.01

Return on Average Assets (RoAA)	(%)	5.05	2.17
Return on Average Net Worth (RoNW)	(%)	27.56	13.05
Debt/Equity	Times	3.97	5.01
Gross NPA (Owned portfolio)	(%)	2.80	3.69
Net NPA (Owned portfolio)	(%)	0.05	0.58

*Total income equals to Net Interest Income plus other income

Key Financials (Consolidated)

Particulars	Unit	FY23 (Actual)	FY22 (Actual)
Total Assets	Rs. Cr.	2022.70	1224.79
Total Income*	Rs. Cr.	251.65	145.15
PAT	Rs. Cr.	93.81	31.72
Net Worth	Rs. Cr.	365.69	212.68
Return on Average Assets (RoAA)	(%)	5.78	2.95
Return on Average Net Worth (RoNW)	(%)	32.44	15.88
Debt/Equity	Times	4.39	4.65
Gross NPA (Owned portfolio)	(%)	2.79	4.44
Net NPA (Owned portfolio)	(%)	0.16	0.78

*Total income equals to Net Interest Income plus other income

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

Not Applicable

Any Other Information

None

Applicable Criteria

- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>
- Banks And Financial Institutions: <https://www.acuite.in/view-rating-criteria-45.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>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.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.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Feb 2024	Cash Credit	Long Term	1.00	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	0.50	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	4.00	ACUITE A- Stable (Reaffirmed)
	Non-Coverible Debentures (NCD)	Long Term	40.00	ACUITE A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	30.00	ACUITE PP-MLD A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	6.80	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed principal protected market linked debentures	Long Term	5.20	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed Term Loan	Long Term	67.65	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	12.73	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.24	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.50	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	13.33	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.67	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.73	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.70	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.64	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.10	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	3.38	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	12.17	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	9.86	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	12.50	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	69.52	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	22.50	ACUITE A- Stable (Reaffirmed)	
Term Loan	Long Term	15.00	ACUITE A- Stable (Assigned)	
Term Loan	Long Term	19.44	ACUITE A- Stable (Reaffirmed)	
		Long		ACUITE A- Stable

Term Loan	Term	10.00	(Reaffirmed)
Term Loan	Long Term	50.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	0.03	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	0.91	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	0.63	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	0.07	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	2.42	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	6.88	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	2.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	6.76	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	5.45	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	18.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	10.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	4.37	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	4.24	ACUITE A- Stable (Reaffirmed)
Cash Credit	Long Term	1.00	ACUITE A- Stable (Reaffirmed)
Cash Credit	Long Term	0.50	ACUITE A- Stable (Reaffirmed)
Cash Credit	Long Term	4.00	ACUITE A- Stable (Reaffirmed)
Principal protected market linked debentures	Long Term	30.00	ACUITE PP-MLD A- Stable (Reaffirmed)
Principal protected market linked debentures	Long Term	6.80	ACUITE PP-MLD A- Stable (Reaffirmed)
Proposed Non Convertible Debentures	Long Term	40.00	ACUITE A- Stable (Assigned)
Proposed principal protected market linked debentures	Long Term	5.20	ACUITE PP-MLD A- Stable (Reaffirmed)
Proposed Term Loan	Long Term	27.48	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	9.37	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	12.49	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	17.33	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	15.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	11.67	ACUITE A- Stable (Reaffirmed)

18 Aug 2023	Term Loan	Long Term	8.12	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.83	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.36	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	18.94	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	24.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.15	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.17	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	12.46	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	85.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.34	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	3.40	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.73	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.63	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.23	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.70	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.73	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	10.01	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	11.31	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	9.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	16.00	ACUITE A- Stable (Reaffirmed)	
Term Loan	Long Term	9.52	ACUITE A- Stable (Reaffirmed)	
	Cash Credit	Long Term	1.00	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long	0.50	ACUITE A- Stable

06 Jul 2023	Cash Credit	Term Long Term	4.00	(Reaffirmed) ACUITE A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	30.00	ACUITE PP-MLD A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	6.80	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	70.00	ACUITE A- Stable (Reaffirmed)
	Proposed principal protected market linked debentures	Long Term	5.20	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed Term Loan	Long Term	3.14	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.88	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	18.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	13.13	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.67	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	3.40	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.63	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.02	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.70	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	8.18	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	14.52	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.85	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	12.67	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	22.00	ACUITE A- Stable (Reaffirmed)	

	Term Loan	Long Term	15.24	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	15.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	11.87	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.55	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	17.49	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.69	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.34	ACUITE A- Stable (Reaffirmed)
19 May 2023	Cash Credit	Long Term	1.00	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	0.50	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	4.00	ACUITE A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	30.00	ACUITE PP-MLD A- Stable (Reaffirmed)
	Principal protected market linked debentures	Long Term	6.80	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	85.00	ACUITE A- Stable (Assigned)
	Proposed principal protected market linked debentures	Long Term	5.20	ACUITE PP-MLD A- Stable (Reaffirmed)
	Proposed Term Loan	Long Term	3.14	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.34	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	14.52	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	13.13	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	17.49	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.67	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.69	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	3.40	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	4.55	ACUITE A- Stable (Reaffirmed)	
Term Loan	Long	0.63	ACUITE A- Stable	

Term Loan	Term Long Term	2.08	(Reaffirmed) ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	6.02	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	0.70	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	8.18	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	2.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	15.85	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	12.67	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	22.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	11.87	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	15.24	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	4.88	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	18.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	15.00	ACUITE A- Stable (Assigned)
Cash Credit	Long Term	1.00	ACUITE A- Stable (Reaffirmed)
Cash Credit	Long Term	0.50	ACUITE A- Stable (Reaffirmed)
Cash Credit	Long Term	4.00	ACUITE A- Stable (Reaffirmed)
Market Linked Debentures	Long Term	30.00	ACUITE PP-MLD A- Stable (Reaffirmed)
Market Linked Debentures	Long Term	6.80	ACUITE PP-MLD A- Stable (Reaffirmed)
Proposed Market Linked Debentures	Long Term	5.20	ACUITE PP-MLD A- Stable (Reaffirmed)
Proposed Term Loan	Long Term	46.45	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	15.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	19.17	ACUITE A- Stable (Reaffirmed)
Term Loan	Long Term	1.34	ACUITE A- Stable (Reaffirmed)

12 Jan 2023	Term Loan	Long Term	4.69	ACUITE A- Stable
	Term Loan	Long Term	7.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.97	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.27	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	10.91	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.39	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	18.14	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	25.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	13.75	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	18.10	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	14.50	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	5.66	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.63	ACUITE A- Stable (Reaffirmed)
		Cash Credit	Long Term	1.00
Cash Credit		Long Term	0.50	ACUITE A- Stable (Reaffirmed)
Cash Credit		Long Term	4.00	ACUITE A- Stable (Reaffirmed)
Proposed Market Linked Debentures		Long Term	42.00	ACUITE PP-MLD A- Stable (Assigned)
Proposed Term Loan		Long Term	22.00	ACUITE A- Stable (Assigned)
Proposed Term Loan		Long Term	12.02	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	15.00	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	20.00	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	20.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	20.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	20.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	2.57	ACUITE A- Stable (Reaffirmed)
		Long		ACUITE A- Stable

	Term Loan	Term	7.27	(Reaffirmed)
30 Sep 2022	Term Loan	Long Term	14.20	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.27	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	0.63	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	8.79	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	21.96	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.94	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.36	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	19.38	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	17.58	ACUITE A- Stable (Reaffirmed)
	19 May 2022	Cash Credit	Long Term	1.00
Cash Credit		Long Term	0.50	ACUITE A- Stable (Reaffirmed)
Cash Credit		Long Term	4.00	ACUITE A- Stable (Reaffirmed)
Proposed Long Term Bank Facility		Long Term	43.56	ACUITE A- Stable (Reaffirmed)
Proposed Long Term Bank Facility		Long Term	0.46	ACUITE A- Stable (Assigned)
Term Loan		Long Term	19.38	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	10.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	21.96	ACUITE A- Stable (Assigned)
Term Loan		Long Term	17.58	ACUITE A- Stable (Assigned)
Term Loan		Long Term	30.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	3.00	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	7.27	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	14.20	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	0.63	ACUITE A- Stable (Reaffirmed)

	Term Loan	Long Term	2.08	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	8.79	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	1.94	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	16.36	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	7.27	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.57	ACUITE A- Stable (Reaffirmed)
08 Nov 2021	Cash Credit	Long Term	4.00	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	0.50	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	1.00	ACUITE A- Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	21.09	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	3.26	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	15.92	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	9.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	9.84	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	4.78	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	2.08	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	6.64	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	0.62	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	21.19	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	10.08	ACUITE A- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Federal Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE A- Stable Reaffirmed
IDFC First Bank Limited	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.50	ACUITE A- Stable Reaffirmed
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.00	ACUITE A- Stable Reaffirmed
Not Applicable	INE229U07103	Non-Convertible Debentures (NCD)	25 Aug 2023	11.95	25 May 2026	Simple	40.00	ACUITE A- Stable Reaffirmed
Not Applicable	INE229U07079	Principal protected market linked debentures	06 Oct 2022	Not avl. / Not appl.	29 Mar 2024	Complex	30.00	PP-MLD ACUITE A- Stable Reaffirmed
Not Applicable	INE229U07087	Principal protected market linked debentures	06 Oct 2022	Not avl. / Not appl.	31 Oct 2024	Complex	6.80	PP-MLD ACUITE A- Stable Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed principal protected market linked debentures	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Complex	5.20	PP-MLD ACUITE A- Stable Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.34	ACUITE A- Stable Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	173.00	ACUITE A- Stable Assigned
Federal Bank	Not avl. / Not appl.	Term Loan	29 Sep 2022	Not avl. / Not appl.	29 Sep 2025	Simple	12.73	ACUITE A- Stable Reaffirmed
Utkarsh Small Finance Bank Ltd.	Not avl. / Not appl.	Term Loan	27 Sep 2022	Not avl. / Not appl.	27 Sep 2024	Simple	6.24	ACUITE A- Stable Reaffirmed
DCB Bank Limited	Not avl. / Not appl.	Term Loan	25 Jul 2022	Not avl. / Not appl.	25 Jul 2024	Simple	7.50	ACUITE A- Stable Reaffirmed
Indian Overseas Bank	Not avl. / Not appl.	Term Loan	31 Aug 2022	Not avl. / Not appl.	31 Aug 2025	Simple	13.33	ACUITE A- Stable Reaffirmed
SBM Bank (India) Ltd.	Not avl. / Not appl.	Term Loan	16 Aug 2022	Not avl. / Not appl.	16 Aug 2024	Simple	10.00	ACUITE A- Stable Reaffirmed
Ujjivan Small Finance Bank	Not avl. / Not appl.	Term Loan	24 Aug 2022	Not avl. / Not appl.	24 Aug 2024	Simple	6.67	ACUITE A- Stable

				appl.				Reaffirmed
CSB Bank Limited	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	24 May 2026	Simple	19.14	ACUITE A- Stable Reaffirmed
Federal Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	28 Nov 2026	Simple	25.00	ACUITE A- Stable Reaffirmed
Ujivan Small Finance Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	01 Jun 2026	Simple	19.17	ACUITE A- Stable Reaffirmed
Karnataka Bank Ltd	Not avl. / Not appl.	Term Loan	30 Sep 2023	Not avl. / Not appl.	30 Sep 2026	Simple	15.00	ACUITE A- Stable Reaffirmed
UCO Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	10 Feb 2026	Simple	15.64	ACUITE A- Stable Reaffirmed
CSB Bank Limited	Not avl. / Not appl.	Term Loan	17 Dec 2022	Not avl. / Not appl.	17 Jun 2025	Simple	18.00	ACUITE A- Stable Reaffirmed
Dhanlaxmi Bank Ltd	Not avl. / Not appl.	Term Loan	15 Oct 2022	Not avl. / Not appl.	15 Oct 2025	Simple	3.38	ACUITE A- Stable Reaffirmed
Jana Small Finance Bank Ltd.	Not avl. / Not appl.	Term Loan	18 Dec 2022	Not avl. / Not appl.	18 Dec 2025	Simple	12.17	ACUITE A- Stable Reaffirmed
Capital Small Finance Bank Ltd.	Not avl. / Not appl.	Term Loan	21 Jan 2023	Not avl. / Not appl.	21 Jan 2025	Simple	9.86	ACUITE A- Stable Reaffirmed
Bank of Baroda	Not avl. / Not appl.	Term Loan	31 May 2023	Not avl. / Not appl.	31 May 2026	Simple	12.50	ACUITE A- Stable Reaffirmed
State Bank of India	Not avl. / Not appl.	Term Loan	29 Apr 2023	Not avl. / Not appl.	29 Apr 2026	Simple	69.52	ACUITE A- Stable Reaffirmed
Kotak Mahindra Bank	Not avl. / Not appl.	Term Loan	12 Apr 2023	Not avl. / Not appl.	12 Jul 2025	Simple	0.10	ACUITE A- Stable Reaffirmed
IDFC First Bank Limited	Not avl. / Not appl.	Term Loan	07 Jun 2023	Not avl. / Not appl.	07 Sep 2025	Simple	22.50	ACUITE A- Stable Reaffirmed
Canara Bank	Not avl. / Not appl.	Term Loan	31 Aug 2023	Not avl. / Not appl.	31 Aug 2026	Simple	19.44	ACUITE A- Stable Reaffirmed
South Indian Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	05 Sep 2026	Simple	10.00	ACUITE A- Stable Reaffirmed
Union Bank of India	Not avl. / Not appl.	Term Loan	28 Jun 2023	Not avl. / Not appl.	28 Jun 2026	Simple	50.00	ACUITE A- Stable Reaffirmed
IDFC First Bank Limited	Not avl. / Not appl.	Term Loan	31 Mar 2021	Not avl. / Not appl.	31 Mar 2024	Simple	0.03	ACUITE A- Stable Reaffirmed
Federal Bank	Not avl. / Not appl.	Term Loan	31 Mar 2021	Not avl. / Not appl.	31 Mar 2024	Simple	0.91	ACUITE A- Stable Reaffirmed
Punjab				Not avl.				ACUITE A-

National Bank	Not avl. / Not appl.	Term Loan	26 Mar 2020	/ Not appl.	26 Mar 2022	Simple	0.63	Stable Reaffirmed
Punjab National Bank	Not avl. / Not appl.	Term Loan	26 Dec 2019	Not avl. / Not appl.	26 Mar 2022	Simple	2.08	ACUITE A- Stable Reaffirmed
State Bank of India	Not avl. / Not appl.	Term Loan	04 Nov 2019	Not avl. / Not appl.	04 Feb 2022	Simple	0.07	ACUITE A- Stable Reaffirmed
Union Bank of India	Not avl. / Not appl.	Term Loan	10 Sep 2021	Not avl. / Not appl.	10 Sep 2024	Simple	2.42	ACUITE A- Stable Reaffirmed
Punjab National Bank	Not avl. / Not appl.	Term Loan	20 Feb 2020	Not avl. / Not appl.	20 Feb 2023	Simple	0.70	ACUITE A- Stable Reaffirmed
ICICI Bank Ltd	Not avl. / Not appl.	Term Loan	30 Sep 2021	Not avl. / Not appl.	30 Sep 2023	Simple	2.73	ACUITE A- Stable Reaffirmed
IDBI Bank Ltd.	Not avl. / Not appl.	Term Loan	30 Sep 2021	Not avl. / Not appl.	30 Sep 2024	Simple	6.88	ACUITE A- Stable Reaffirmed
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	27 Sep 2021	Not avl. / Not appl.	27 Sep 2023	Simple	2.00	ACUITE A- Stable Reaffirmed
Canara Bank	Not avl. / Not appl.	Term Loan	23 Sep 2021	Not avl. / Not appl.	23 Sep 2024	Simple	6.76	ACUITE A- Stable Reaffirmed
Bank of India	Not avl. / Not appl.	Term Loan	01 Sep 2021	Not avl. / Not appl.	01 Jun 2024	Simple	5.45	ACUITE A- Stable Reaffirmed
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	27 Sep 2021	Not avl. / Not appl.	27 Sep 2024	Simple	10.00	ACUITE A- Stable Reaffirmed
Kotak Mahindra Bank	Not avl. / Not appl.	Term Loan	30 Apr 2022	Not avl. / Not appl.	30 Jul 2024	Simple	4.37	ACUITE A- Stable Reaffirmed
IDFC First Bank Limited	Not avl. / Not appl.	Term Loan	20 May 2022	Not avl. / Not appl.	20 Aug 2024	Simple	4.24	ACUITE A- Stable Reaffirmed

***Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Company Name	Relationship
1	Arman Financial Services Limited	Parent
2	Namra Finance Limited	Subsidiary

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