



Press Release
RUPEEK CAPITAL PRIVATE LIMITED
January 17, 2024
Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	7.50	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	7.50	-	-

Rating Rationale

Acuite has withdrawn the rating on the Rs. 7.50 Crore Bank Facilities of RUPEEK CAPITAL PRIVATE LIMITED without assigning any ratings. Instrument is fully repaid and no longer an outstanding obligation of the company.

The rating is being withdrawn on account of the request received from the company and the NOC/NDC received from the banker's as per Acuite's policy on withdrawal of ratings as applicable to the respective facility / instrument.

About the company

RCPL is a wholly owned subsidiary of RFPL (headquartered in Bangalore, Karnataka) that was established with the goal of collaborating with the parent's lending partners on loans. In December 2017, RCPL received its NBFC licence and began disbursing gold loans on its own, using the Rupeek platform. In April 2019, RCPL began co-lending with RFPL's lending partners and has been steadily growing the business since July 2019.

About the Group

RFPL, which was founded in August 2015, has created an asset-backed online lending platform. In January 2016, it began disbursing gold loans using its app, Rupeek, with the lending partner.

About the Guarantor

Northern Arc, previously known as IFMR Capital Finance Ltd., is a Non-Deposit taking NonBanking Financial Company (ND-NBFC) incorporated in 1989. It is involved in the placement (arranging funding for its clients via loan syndication, securitisation and assignment among others) and lending business. The company acts as a link between mainstream capital markets investors and highquality last mile lending institutions and businesses. The company's business is categorized as finance sector exposure, i.e., microfinance, affordable housing finance, commercial vehicle finance, consumer finance, agri-finance and small business loans, and non-finance sector exposure, i.e., mid-market finance and corporates.

Unsupported Rating

Not Applicable

Analytical Approach

Not Applicable

Strength
Not Applicable

Weakness
Not Applicable

Rating Sensitivity
Not Applicable

Liquidity Position
Not Applicable

Outlook:
Not Applicable

Other Factors affecting Rating
None

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Key Financials - Consolidated

Particulars	Unit	FY22 (Actual)	FY21 (Actual)
Total Assets	Rs. Cr.	665.43	582.05
Total Income*	Rs. Cr.	109.99	82.19
PAT	Rs. Cr.	-364.38	-156.37
Net Worth	Rs. Cr.	366.89	469.38
Return on Average Assets (RoAA)	(%)	-58.42	-31.57
Return on Average Net Worth (RoNW)	(%)	-87.14	-37.04
Debt/Equity	Times	0.62	0.14
Gross NPA	(%)	N/A	N/A
Net NPA	(%)	N/A	N/A

*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

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Complexity Level Of Financial Instruments: <https://www.acuite.in/view-rating-criteria-55.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Explicit Credit Enhancements: <https://www.acuite.in/view-rating-criteria-49.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.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
19 Oct 2022	Term Loan	Long Term	7.50	ACUITE BBB+ (CE) Negative (Assigned)
04 Jul 2022	Proposed Term Loan	Long Term	7.50	ACUITE Provisional BBB+(CE) Stable (Reaffirmed)
22 Apr 2022	Proposed Term Loan	Long Term	7.50	ACUITE Provisional BBB+(CE) 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
Hinduja Leyland Finance Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	7.50	Not Applicable Withdrawn

Contacts

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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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