

**Press Release**  
**Inditrade Microfinance Limited - Pegasus 11 2022**  
**February 28, 2024**  
**Rating Withdrawn**



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Pass Through Certificates (PTCs)	9.51	Not Applicable   Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	9.51	-	-

**Rating Rationale**

Acuite has withdrawn the long term rating on the Pass Through Certificates (PTCs) of Rs. 9.51 Cr. issued by PEGASUS 11 2022 (the trust) under a securitisation transaction originated by INDITRADE MICROFINANCE LIMITED (IML) (The Originator).

The transaction has been paid in full. It has also been redeemed and all the contractual obligations and pay-outs to the investors have been duly completed. Hence, the rating is being withdrawn without assigning any rating. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective instrument/facility, and pursuant to a request received from the company in this regard, and the No Dues Confirmation received from the trustee.

**About the Originator**

Incorporated in 2016, Inditrade Microfinance Limited (IML, erstwhile Tree Microfinance Limited) is an NBFC-MFI engaged in extending microfinance loans to woman borrowers arranged in joint liability groups since 2017. The company has its head office in Mumbai and primarily operates, as of June 2023, through a network of 169 branches across 8 states and 1 Union territory namely Kerala, Tamil Nadu, Karnataka, Bihar, Gujrat, Maharashtra, Odisha, Madhya Pradesh and Puducherry. The company offers funding primarily for income generation activities and education loans for the borrower's children. IML's Assets Under Management (AUM) stood at Rs. 515.08 Cr. (including off book exposure of Rs. 403.73 Cr.) as on September 30, 2023.

**Assessment of the Pool**

Not applicable

**Credit Enhancements (CE)**

Not applicable

**Transaction Structure**

Not applicable

**Legal Assessment**

Not applicable

**Key Risks**



Not applicable  
**Concentration Risks**  
Not applicable

**Servicing Risks**  
Not applicable

**Regulatory Risks**  
Not applicable

**Prepayment Risks**  
Not applicable

**Commingling Risk**  
Not applicable

**Rating Sensitivity**  
Not applicable

**All Covenants (Applicable only for CE & SO Ratings)**  
Not applicable

**All Assumptions**  
Not applicable

**Liquidity Position**  
Not applicable

**Outlook: Not Applicable**

**Key Financials - Originator**

Particulars	Unit	FY23 (Actual)	FY22 (Actual)
Total Assets	Rs. Cr.	202.60	352.96
Total Income*	Rs. Cr.	16.36	24.18
PAT	Rs. Cr.	(20.16)	1.33
Net Worth	Rs. Cr.	47.82	67.85
Return on Average Assets (RoAA)	(%)	(7.26)	0.47
Return on Average Net Worth (RoNW)	(%)	(34.86)	2.14
Debt/Equity	Times	3.09	4.12
Gross NPA	(%)	2.78	1.60
Net NPA	(%)	1.64	0.09

\*Total income equals to Net Interest Income plus other income

**Any Other Information**  
Not applicable

**Status of disclosure of all relevant information about the Obligation being Rated**  
Not applicable

**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).

### **Applicable Criteria**

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Securitized Transactions: <https://www.acuite.in/view-rating-criteria-48.htm>

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Mar 2023	Pass Through Certificate	Long Term	8.56	ACUITE A- (SO )   Not Applicable (Assigned)
	Pass Through Certificate	Long Term	0.95	ACUITE BBB+ (SO )   Not Applicable (Assigned)
19 Dec 2022	Pass Through Certificate	Long Term	8.56	ACUITE Provisional A- (SO )   Not Applicable (Assigned)
	Pass Through Certificate	Long Term	0.95	ACUITE Provisional BBB+ (SO )   Not Applicable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not avl. / Not appl.	Pass Through Certificate	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Highly Complex	8.56	Not Applicable   Withdrawn
Not Applicable	Not avl. / Not appl.	Pass Through Certificate	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Highly Complex	0.95	Not Applicable   Withdrawn

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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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