

Press Release

Ecap Equities Limited (Erstwhile Edel Land Limited)

May 08, 2023



Rating Assigned, Reaffirmed and Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Non Convertible Debentures (NCD)	325.00	ACUITE AA- Negative Assigned	-
Non Convertible Debentures (NCD)	450.00	ACUITE AA- Negative Reaffirmed	-
Non Convertible Debentures (NCD)	139.80	Not Applicable Withdrawn	-
Non Convertible Debentures (NCD)	1410.20	PP-MLD ACUITE AA- Negative Reaffirmed	-
Total Outstanding Quantum (Rs. Cr)	2185.20	-	-
Total Withdrawn Quantum (Rs. Cr)	139.80	-	-

Rating Rationale

Acuité has assigned the long-term rating of '**ACUITE AA-' (read as ACUITE double A minus)**' on the Rs.325.00 Cr. non convertible debentures of ECAP EQUITIES LIMITED (ERSTWHILE EDEL LAND LIMITED). The outlook on the ratings continues to remain '**Negative**'

Acuité has reaffirmed the long-term rating of '**ACUITE PP-MLD AA-' (read as ACUITE Principal Protected Market Linked Debentures double A minus)**' on the Rs.1410.20 Cr. principal protected market linked debentures of ECAP EQUITIES LIMITED (ERSTWHILE EDEL LAND LIMITED). The outlook on the ratings continues to remain '**Negative**'

Acuité has reaffirmed the long-term rating of '**ACUITE AA-' (read as ACUITE double A minus)**' on the Rs.450.00 Cr. non convertible debentures of ECAP EQUITIES LIMITED (ERSTWHILE EDEL LAND LIMITED). The outlook on the ratings continues to remain '**Negative**'.

Acuité has withdrawn its rating on the Rs.139.80 Cr principal protected market linked debentures of ECAP EQUITIES LIMITED (ERSTWHILE EDEL LAND LIMITED). The rating is withdrawn on account of the request received from the company and redemption letter from NSDL. The withdrawal is as per Acuité's policy on withdrawal of ratings.

Rationale for the rating

The rating factors in the continuing weakness in the business profile of Edelweiss Group and the consequent deterioration in its earning profile over the last 2-3 years which is expected to persist over the medium term.

Given the strategic intent of the management to focus on primarily fee based businesses, there has been a consistent decline in the group AUM along with ongoing concerns on the asset quality of the existing lending portfolio. Acuité believes that the decision to slow down on the fund based businesses will lead to a lesser diversity in its revenue streams and will have a significant bearing on the group's earnings quality. While the credit business has been recording losses for the last three years, the agency business which comprises of broking, advisory,

product distribution and other fee based businesses has reported a steep decline in PBT from Rs. 256 Cr. in FY 2020 to Rs. 85 Cr. in FY 2022 with a YoY decline of ~50%. The PBT improved to Rs. 320 Cr as on Q3FY23, while there has been a sizeable growth in the asset management business with the mutual fund AUM growing from Rs. 28,000 Cr as on Mar-20 to Rs. 100000 Cr as on Dec-22. The group's share in the wealth management business has declined to 44 per cent and the long gestation insurance businesses continues to be in a loss situation.

The ARC business, which currently is contributing significantly to the overall profitability of the group, will be subject to cyclicity and volatility in its earnings given the unpredictable recoveries from the acquired assets.

The Group reported moderate profitability for FY2022 with profit after tax of Rs.212.1 Cr. against Rs. 254 Cr. in FY2021. The PAT for Q3FY23 stood at Rs.233.44 Cr. The group reported a modest ROA at 0.49 % for the FY2022 against 0.52% for the FY2021. Furthermore, NIMs declined to 0.26% of average earning assets in FY2022 as against 0.77% of average earning assets in FY2021.

There has been constant pressure on the asset quality of the group. The GNPA stood at 7.12 percent on March 31, 2022 (considering the fully provisioned accounts of Rs.558 Cr.) as compared to 7.73 percent on March 31, 2021 (4.89 percent on December 31, 2021). The asset quality stood at 2.79 percent in Q3FY23. The AUM declined to Rs. 8274 Cr. in Q3FY23 from Rs.12447 Cr. on March 31, 2022 and Rs. 15279 Cr. as on March 31, 2021. The reduction in AUM is not only because of downsizing of wholesale sale books but is also on the account of the decline in the retail assets. The retail mortgage has reduced from Rs.4834 Cr. As on March 31,2021 to Rs.3670 Cr. As on March 31, 2022 and to Rs. 3100 Cr. as on December 31, 2022.

Nevertheless, the rating continues to take into account of the Group's established track record in financial services, adequate capitalization levels, and comfortable liquidity profile. The rating takes cognizance of the Group's strategic intent on re-building its retail loan franchise with focus on the co-origination model, which will keep it asset light and provide granularity to loan portfolio. The rating factors in the growth of ~85 percent in the Mutual Fund AUM and the ~60 percent growth in number of policies issued in the general insurance business. The rating also takes into consideration the group's reducing debt and demonstrated resource raising ability.

Acuité believes demonstrating sustainable improvement in profitability and revenue streams in the evolving operating environment along with improvement in the asset quality would remain key rating monitorables.

About the Company

Incorporated in 2008, ECAP EQUITIES LIMITED (ERSTWHILE EDEL LAND LIMITED) is a wholly owned subsidiary of Edelweiss Financial Services Limited (EFSL). The Company is engaged in the investment, trading in securities, and commodities, and operations of training center/hotel/resort.

The Company has the following Subsidiaries:

Edel cap Securities Limited: Engaged in broking and trading activity as a registered Trading Member on different segments of NSE & BSE and also acts as an Authorized Person.

Edelweiss Retail Finance Limited: It is primarily engaged in the business of providing Loans against property, Business Loans, Equipment Finance Loans, Personal Loans and Corporate loans.

About the Group

Headquartered in Mumbai, Edelweiss Financial Services Limited (EFSL), the holding company of Edelweiss Group, was incorporated in 1995 and has diversified its line of operations across various fund based and non-fund based businesses. Edelweiss Group is promoted by Mr. Rashesh Shah and Mr. Venkat Ramaswamy and offers a bouquet of financial services to a diversified client base across domestic and global geographies. Its key line of business includes Credit (retail and corporate), Asset Management, Asset Reconstruction, Insurance (life and general) and Wealth management including Capital Markets. The Edelweiss Group comprises Edelweiss Financial Services Limited, 30 subsidiaries and 10 associates as on March 31, 2022. Post divestment of significant stake in wealth management business, the number of subsidiaries and associate companies have changed. Edelweiss group has a pan India presence with a

global footprint extending across geographies with offices in New York, Mauritius, Dubai, Singapore, Hong Kong and UK.

Analytical Approach

Extent of Consolidation

- Full Consolidation

Rationale for Consolidation or Parent / Group / Govt. Support

Acuité has adopted a consolidated approach on Edelweiss Financial Services Limited (EFSL) along with its 30 subsidiaries and 10 associates as on March 31, 2022, collectively referred to as 'Edelweiss group'. The approach is driven by common promoters, shared brand name, significant operational and financial synergies between the companies. Acuité has rated secured NCDs as well as perpetual NCDs issued by Edelweiss group companies. It is pertinent to note that, Unsecured Subordinated Non-Convertible Debentures (i.e. Perpetual NCDs) are rated at a lower level vis-à-vis the regular secured debt instruments. This is in view of the significant loss absorption characteristics associated with these perpetual instruments. The issuer may be required to skip/defer the coupon/interest payment in case of certain events such as decline in CAR below regulatory thresholds.

Key Rating Drivers

Strength

Strong parentage

The promoters of the Group are seasoned professionals in the financial services industry with over two decades of experience. They are supported by experienced professionals who are into financing, wealth, and asset management businesses.

The group has a diverse business profile in financial services with presence in segments such as retail credit (including agri-finance), wholesale lending, warehousing services, asset reconstruction, asset management, wealth management, and capital market including stock broking, and insurance business. The various verticals of the group as mentioned above are now under the following broad categories i.e. Credit (retail and corporate), Asset Management, Asset Reconstruction, Insurance (life and general) and Wealth management including Capital Markets.

The Group had consolidated loan book of Rs. 8,274 Cr. as on December 31, 2022 as against Rs.12,447 Cr. as on March 31, 2022 and Rs.15,279 Cr. as on March 31, 2021, of which retail credit was Rs.3,842 Cr. (Rs.6,749 as on March 31, 2022) and wholesale credit at Rs. 4,432 Cr. as on September, 2022 (Rs.5,698 Cr. as on March 31, 2022). The wholesale segment comprised of loans to realtors and structured credit. The Group has been attempting to gradually increase its exposure to retail segment, and coordinating with multiple banks for lending under co-origination model. It has taken several steps to reduce its exposure to the wholesale segment and reorient the portfolio toward small and mid corporate lending segments.

Besides the fund-based activities, Edelweiss Group also has an established franchise in the capital market related business across corporate finance and advisory domains. The group has completed selling a majority of stake in wealth management business to PAG. As on March 31, 2022, the group had customer assets of about Rs.357,700 Cr. (about Rs. 280,800 Cr. as on March 31, 2021). Most of the businesses of the group present significant synergies amongst themselves and growth potential both on the assets and liabilities side. The access to a pool of HNIs can be leveraged to create fund based structures which can be utilized to support the AUM growth of the group. Acuité believes Edelweiss group's established position in financial services and diversified range of fee and fund-based product offerings will continue to support its business risk profile.

Diversified funding profile

The group's financial flexibility is supported by its demonstrated ability to mobilise resources from diversified set of investors across domestic banks, Institutional investors and lenders, foreign investors, and domestic retail investors amongst others. The Group has attracted investments from reputed international investors such as CDPQ (Caisse de dépôt et placement du Québec), and PAG Asia. Factually, the Group raised capital from KORA Management and Sanaka Capital in the past. In July 2021, the Group announced stake sale of 70%, subject to

regulatory approvals, in its insurance broking business to the existing investor, Gallagher Insurance for consideration of ~Rs.308 Cr. Pursuant to this deal, Gallagher Insurance will have complete ownership of this business. As on March 31, 2022, borrowings stood at Rs.22,711 Cr. which further reduced to Rs. 21,188 Cr. as on September 30,2022. The Group's NCD issuances targeted at the retail investor have been well accepted in the markets. The Group also has large institutional client base in its various funds such as distressed Credit fund, Real estate Credit Fund, Structured debt fund and Infrastructure Fund. The group has also demonstrated its ability to support chunky real estate projects with a need for completion funding by setting up an AIF with South Korea based Meritz Group with a corpus of USD 425 million. Acuité expects the Group to continue to benefit from diversified funding mix across domestic banks, Institutional investors and lenders, foreign investors and domestic retail investors amongst others.

Adequate gearing levels and liquidity buffer

The Group's networth stood at Rs.6488 Cr. as on September 30, 2022 (Rs.6537 Cr. as on March 31,2021). Concomitantly, capital adequacy of the credit business stood at 31.7 percent as on March 31, 2022, which further stood at 34.1 percent as on September 30,2022. The group further reduced its borrowings to Rs. 21,188 Cr. as on September 30,2022 from Rs.22710.98 Cr. as on March 31,2022 and Rs.28436 Cr. as on March 31,2021 translating into improved gearing ratio (reported borrowings/networth) of 3.27 times as on September 30,2022 from 3.47 times as on March 31,2022 and 4.32 times as on March 31,2021. Further, the Group continued to maintain adequate liquidity buffer over this period and reported liquidity of Rs.5,873 Cr. as on October 31,2022 comprising Rs.3131 Cr. of overnight liquidable and treasury assets and Rs. 649 Cr. in bank lines.

Weakness

Reduced diversity of the group business

There is a shift from the fund based business model to non-fund based business by the group. This has impacted the revenue streams of the group. The stake in wealth business has been diluted to 44 percent and the insurance business has a long gestation period. The income streams from the credit business and agency business of the group have shown a continuous decline over the last three years. PBT from agency business declined to ~Rs.85 Cr. In March 31, 2022 from ~Rs. 172 Cr. In March 31, 2021 (~Rs.256 Cr. In FY2020), which further stood at Rs.320 Cr. as on Q3FY23 and the credit business has been generating losses during the same time. This provides less stability to the income profile of the group were the ARC business, which is the key driver, is susceptible to the cyclicity and volatility of the industry and regulatory environment.

Susceptibility in the earning profile

The Group reported moderate profitability for FY2022 with profit after tax of Rs.212.1 Cr. against Rs. 254 Cr. in FY2021. The PAT for Q3FY23 stood at Rs. 233.44 Cr. The group reported a modest ROA at 0.49 % for the FY2022 against 0.52% for the FY2021. Furthermore, NIMs declined to 0.26% of average earning assets in FY2022 as against 0.77% of average earning assets in FY2021 due to degrowth in loan book resulting in decline in interest income. The Group reported profit after tax (excluding minority interest and including share in associate's profit) of Rs.93 Cr. on total income of Rs. 2121 Cr. as against profit after tax (excluding minority interest and including share in associate's profit) of Rs.189 Cr. on total income of Rs.4,320.49 Cr. for FY2022 (Rs.252 Cr. and Rs.7014.82 Cr. In FY2021 respectively). Acuité also takes notes of several measures taken by the Group to rationalize cost and improve profitability including coorigination model for building retail portfolio, which is expected to reflect in coming quarters and focus on non-fund business streams. Acuité believes that Group's ability to sustain improvement in earnings profile in the current operating environment coupled with the intense competition in the retail segment will be key rating monitorable.

Continuous decline in AUM

Edelweiss Group's credit lending offerings are spread across two segments i.e. retail segments and wholesale segments. The retail segment (46% of the loan book as on December,2022) comprises housing finance, Loan against Property, Construction finance, SME loans, Loan against Securities while the wholesale segment (54% of the loan book as Decemebr, 2022) comprises Structured Collateralized Credit and Real Estate financing. The Group's loan book decline~18.5% to Rs.12,447 Cr. as on March 31,2022 against Rs.15,279 Cr. as on March 31,2021 and Rs.21,032 Cr. as on March 31, 2020. The loan book further reduced to Rs. 8668 Cr. in H1FY23. The book has declined at a CAGR of ~23% from 2019. The retail mortgage has reduced from

Rs.4834 Cr. as on March 31,2021 to Rs.3670 Cr. As on March 31, 2022 and Rs.3190 Cr. a on September 30,2022. The decline in the loan book is primarily driven by the management's strategic decision to consciously scale down the exposure to the wholesale segment and cautious sanctions in the retail sector.

Constant pressure on asset quality;albeit improving

While the decline in loan book continued, the asset quality witnessed with the Group's Gross NPAs (GNPAs) at Rs. 243 Cr (2.79%) as on Decemebr, 2022 as against GNPA of Rs.886 Cr. (7.12 % of loan assets) Including Rs.558 Cr. Of fully provisioned accounts as on March 31, 2022 and Rs.1182 Cr. (7.7% of loan assets) as on March 31, 2021. As on December, 2022 the loan book also contained restructured accounts amounting to Rs. 364 Cr. As on March 31, 2022, top 20 exposures accounted for ~25% of the overall loan book. The group's wholesale segment mostly comprises exposures to real estate developers for their projects. The cash flows of these realtors and the quality of these exposures is linked to the revival in the real estate cycle. The group has already initiated steps to prune its exposure to the wholesale segment through various initiatives such as slowing down fresh sanctions and sell down of existing assets to dedicated funds and ARCs. Acuité believes that the Group's ability to attain any significant improvement in asset quality amidst current economic environment will remain a key rating sensitivity.

ESG Factors Relevant for Rating

Edelweiss Group offers a bouquet of financial services to a diversified client base across domestic and global geographies. The Group has presence in segments such as retail credit (including agri-finance), wholesale lending, warehousing services, asset reconstruction, asset management, wealth management and capital market including stock broking and insurance business. Adoption and upkeep of strong business ethics is a sensitive material issue for the financial services business linked to capital markets to avoid fraud, insider trading and other anti-competitive behaviour. Other important governance issues relevant for the industry include management and board compensation, board independence as well as diversity, shareholder rights and role of audit committee. As regards the social factors, product or service quality has high materiality so as to minimise misinformation about the products to the customers and reduce reputational risks. For the industry, retention, and development of skilled manpower along with equal opportunity for employees is crucial. While data security is highly relevant due to company's access to confidential client information, social initiatives such as enhancing financial literacy and improving financial inclusion are fairly important for the financial services sector. The material of environmental factors is low for this industry. Edelweiss Group's board comprises of eleven directors with two women directors. Of the total eleven directors, six are independent directors. The Group maintains adequate disclosures for business ethics which can be inferred from its policies relating to code of conduct, whistle blower protection and related party transactions. The Group has formed a Risk Committee with four out of five members being independent directors for among other things, identifying and evaluating risks and development, implementing and tracking risk management efforts. All the members of Audit Committee are independent directors. For redressal of grievances of the security holders, it has constituted a Stakeholders' Relationship Committee. The Group also has a committee for appointment, remuneration and performance evaluation of the Board. On the social aspect, the Group has taken development and training initiatives towards career development of its employees. The Group has put in place data privacy policy to ensure adequate safeguards for collection, storage and processing of personal and sensitive information and data of customers and third parties. Further, the Group has set up EdelGive foundation, a grant-making foundation which is funding and supporting the growth of small to mid-sized grassroots NGOs committed to empowering vulnerable children, women, and communities. Over the last 13 years, EdelGive has supported over 150 organizations across 111 districts in 14 states of India.

Rating Sensitivity

- Movement in profitability as per the expectations
- Growth in AUM for retail lending
- Movement in the asset quality and collection efficiency
- Changes in Regulatory environment
- Significant capital infusion

Material Covenants

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Edelweiss Group is subject to covenants stipulated by its lenders/investors in respect of various parameters like capital structure, asset quality among others. As per confirmation received from the Group vide mail dated July 01,2022, 'the Group is adhering to all terms and conditions stipulated as covenants by all its lenders/investors.

Liquidity Position

Adequate

EFSL's liquidity profile is supported by the group's centralised treasury operations and adequate liquidity position. The group has demonstrated the ability to raise medium to long term funding from banks/capital markets which should support the Group's ability to plug any possible mismatches. The Group's liquidity profile is supported by funding from diversified base i.e. banks and financial institutions along with capital market instruments like CBLO borrowings, Commercial Papers and NCDs. The Group's expected repayment obligations maturing during FY2023 are around Rs. 9,900 Cr. against expected inflows of Rs. 9,000 Cr. during the same period. The Group on a consolidated basis had maintained liquidity buffers of Rs.5,873 Cr. (includes bank lines of Rs.649 Cr.) as on October 31, 2022.

Outlook : Negative

Acuité believes that the Edelweiss Group's Credit profile will continue to face pressures over the near to medium term on account of the deterioration of asset quality and profitability. The decision to slow down on the fund based businesses is expected to lead to lesser diversity in its revenue streams and will have a significant bearing on the group's earnings quality. Acuité will be closely monitoring the performance of the Group and any further impairment in asset quality or reduction of profitability will impart a strong negative bias to the rating. The outlook may be revised to Stable in case Edelweiss Group is able to demonstrate significant and sustained improvement in asset quality and profitability.

Other Factors affecting Rating

None

Key Financials - Standalone / Originator

Particulars	Unit	FY22	FY21
		(Actual)	(Actual)
Total Assets	Rs. Cr.	3500.95	412.99
Total Income*	Rs. Cr.	564.15	108.05
PAT	Rs. Cr.	-135.16	-25.54
Net Worth	Rs. Cr.	497.42	7.62
Return on Average Assets (RoAA)	(%)	-6.91	-6.43
Return on Average Net Worth (RoNW)	(%)	-53.52	--
Total Debt/Tangible Net Worth (Gearing)	Times	5.81	52.84
Gross NPA	(%)	-	--
Net NPA	(%)	-	-

Key Financials (Consolidated)

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Particulars	Unit	FY22 (Actual)	FY21 (Actual)
Total Assets	Rs. Cr.	42123.2	45015.5
Total Income*	Rs. Cr.	4320.49	7014.82
PAT	Rs. Cr.	212.08	253.91
Net Worth	Rs. Cr.	6537.42	6577.16
Return on Average Assets (RoAA)	(%)	0.49	0.52
Return on Average Net Worth (RoNW)	(%)	3.23	4.01
Total Debt/Tangible Net Worth (Gearing)	Times	3.47	4.32
Gross NPA	(%)	7.12	7.73
Net NPA	(%)	1.62	4.10

*Total income equals to Total Income net off interest expense
Ratios as per Acuité calculations

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

None

Any Other Information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité'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
	Principal protected market linked debentures	Long Term	85.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	5.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	7.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.70	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	7.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	15.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	0.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.40	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Proposed principal protected market linked debentures	Long Term	25.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	148.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	4.60	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	139.80	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.20	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Proposed Non Convertible Debentures	Long Term	175.00	ACUITE AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	8.80	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	105.20	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	108.70	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	0.60	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	15.40	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	8.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market	Long		ACUITE PP-MLD AA- Negative

21 Dec 2022	linked debentures	Term	5.00	(Reaffirmed)
	Principal protected market linked debentures	Long Term	43.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Non Convertible Debentures	Long Term	275.00	ACUITE AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	24.70	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	5.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	20.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	4.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	203.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	2.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	36.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Proposed principal protected market linked debentures	Long Term	250.00	ACUITE PP-MLD AA- Negative (Assigned)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	105.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	29.30	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	2.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	13.40	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.80	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	1.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	6.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	60.50	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	10.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	0.40	ACUITE PP-MLD AA- Negative (Reaffirmed)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Reaffirmed)
19 Aug	Principal protected market linked debentures	Long Term	300.00	ACUITE PP-MLD AA- Negative (Assigned)

2022				
05 Aug 2022	Principal protected market linked debentures	Long Term	203.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	1.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	12.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	24.30	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Proposed principal protected market linked debentures	Long Term	2.60	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	105.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	5.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	4.60	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	0.40	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Non Convertible Debentures	Long Term	275.00	ACUITE AA- Negative (Downgraded from ACUITE AA Negative)
	Principal protected market linked debentures	Long Term	0.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	0.60	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	1.20	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	1.80	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Proposed Non Convertible Debentures	Long Term	175.00	ACUITE AA- Negative (Downgraded from ACUITE AA Negative)
	Principal protected market linked debentures	Long Term	60.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
	Principal protected market linked debentures	Long Term	2.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)

Principal protected market linked debentures	Long Term	5.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	8.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	6.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	1.70	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	105.20	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	3.40	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	108.70	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	2.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	1.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	1.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	13.40	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	8.80	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	2.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	139.80	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	148.50	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	3.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Principal protected market linked debentures	Long Term	4.00	ACUITE PP-MLD AA- Negative (Downgraded from ACUITE PP-MLD AA Negative)
Proposed principal protected market linked debentures	Long Term	500.00	ACUITE PP-MLD AA Negative (Assigned)
Proposed Non Convertible	Long		

12 Apr 2022	Debentures	Term	175.00	ACUITE AA Negative (Assigned)
	Principal protected market linked debentures	Long Term	50.00	ACUITE PP-MLD AA Negative (Assigned)
	Principal protected market linked debentures	Long Term	85.00	ACUITE PP-MLD AA Negative (Assigned)
	Principal protected market linked debentures	Long Term	15.00	ACUITE PP-MLD AA Negative (Assigned)
	Principal protected market linked debentures	Long Term	15.00	ACUITE PP-MLD AA Negative (Assigned)
	Proposed principal protected market linked debentures	Long Term	320.00	ACUITE PP-MLD AA Negative (Assigned)
	Non Convertible Debentures	Long Term	275.00	ACUITE AA Negative (Assigned)
	Principal protected market linked debentures	Long Term	15.00	ACUITE PP-MLD AA Negative (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	INE572O08024	Non-Convertible Debentures (NCD)	09 Dec 2021	9.95	30 Apr 2024	Simple	275.00	ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HP1	Principal protected market linked debentures	17 Nov 2021	Not Applicable	22 May 2025	Complex	2.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HV9	Principal protected market linked debentures	10 Jan 2022	Not Applicable	14 Jul 2025	Complex	5.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HW7	Principal protected market linked debentures	10 Jan 2022	Not Applicable	15 Jul 2025	Complex	1.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HT3	Principal protected market linked debentures	24 Dec 2021	Not Applicable	23 Feb 2026	Complex	13.40	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HU1	Principal protected market linked debentures	10 Jan 2022	Not Applicable	14 Jul 2025	Complex	4.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07IF0	Principal protected market linked debentures	11 Mar 2022	Not Applicable	09 Jun 2023	Complex	148.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07IE3	Principal protected market linked debentures	23 Feb 2022	Not Applicable	28 Aug 2025	Complex	1.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07ID5	Principal protected market linked debentures	23 Feb 2022	Not Applicable	27 Aug 2025	Complex	2.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07IC7	Principal protected market linked debentures	23 Feb 2022	Not Applicable	27 Aug 2025	Complex	6.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07IB9	Principal protected market linked	14 Feb 2022	Not Applicable	14 Aug 2025	Complex	105.00	PP-MLD ACUITE AA- Negative Reaffirmed

		debentures						
Not Applicable	INE572O07IA1	Principal protected market linked debentures	09 Feb 2022	Not Applicable	14 Aug 2025	Complex	0.60	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HZ0	Principal protected market linked debentures	09 Feb 2022	Not Applicable	13 Aug 2025	Complex	0.40	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HY3	Principal protected market linked debentures	09 Feb 2022	Not Applicable	13 Aug 2025	Complex	2.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HX5	Principal protected market linked debentures	28 Jan 2022	Not Applicable	29 Jan 2024	Complex	105.20	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HS5	Principal protected market linked debentures	01 Dec 2021	Not Applicable	31 Mar 2025	Complex	203.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HR7	Principal protected market linked debentures	01 Dec 2021	Not Applicable	30 Nov 2026	Complex	108.70	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HQ9	Principal protected market linked debentures	17 Nov 2021	Not Applicable	21 May 2025	Complex	1.80	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HO4	Principal protected market linked debentures	17 Nov 2021	Not Applicable	21 May 2025	Complex	1.20	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HN6	Principal protected market linked debentures	26 Oct 2021	Not Applicable	29 Apr 2025	Complex	1.70	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HM8	Principal protected market linked debentures	26 Oct 2021	Not Applicable	30 Apr 2025	Complex	8.80	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HL0	Principal protected market linked debentures	26 Oct 2021	Not Applicable	29 Apr 2025	Complex	1.50	PP-MLD ACUITE AA- Negative Reaffirmed
		Principal protected						PP-MLD ACUITE AA-

Not Applicable	INE572O07HK2	market linked debentures	18 Oct 2021	Not Applicable	21 Apr 2025	Complex	3.00	Negative Reaffirmed
Not Applicable	INE572O07HJ4	Principal protected market linked debentures	18 Oct 2021	Not Applicable	21 Apr 2025	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HI6	Principal protected market linked debentures	22 Sep 2021	Not Applicable	23 May 2023	Complex	60.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HH8	Principal protected market linked debentures	22 Sep 2021	Not Applicable	23 Sep 2024	Complex	29.30	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HD7	Principal protected market linked debentures	24 Sep 2021	Not Applicable	29 Jan 2024	Complex	2.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07110	Principal protected market linked debentures	13 Jun 2022	Not Applicable	12 Dec 2025	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07102	Principal protected market linked debentures	13 Jun 2022	Not Applicable	16 Dec 2025	Complex	0.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07094	Principal protected market linked debentures	13 Jun 2022	Not Applicable	15 Dec 2025	Complex	5.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07060	Principal protected market linked debentures	23 May 2022	Not Applicable	21 Nov 2025	Complex	3.40	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07052	Principal protected market linked debentures	23 May 2022	Not Applicable	24 Nov 2025	Complex	4.60	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07045	Principal protected market linked debentures	28 Apr 2022	Not Applicable	29 Oct 2025	Complex	2.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07037	Principal protected market linked debentures	28 Apr 2022	Not Applicable	30 Oct 2025	Complex	8.50	PP-MLD ACUITE AA- Negative Reaffirmed

Not Applicable	INE468N07011	Principal protected market linked debentures	09 Jun 2022	Not Applicable	02 May 2025	Complex	43.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07185	Principal protected market linked debentures	12 Sep 2022	Not Applicable	16 Feb 2026	Complex	36.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07078	Principal protected market linked debentures	23 Sep 2022	Not Applicable	23 Apr 2024	Complex	10.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07193	Principal protected market linked debentures	19 Sep 2022	Not Applicable	29 Oct 2024	Complex	15.40	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07276	Principal protected market linked debentures	22 Sep 2022	Not Applicable	26 Mar 2026	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07268	Principal protected market linked debentures	22 Sep 2022	Not Applicable	23 Mar 2026	Complex	7.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07300	Principal protected market linked debentures	30 Sep 2022	Not Applicable	29 May 2026	Complex	24.70	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07292	Principal protected market linked debentures	30 Sep 2022	Not Applicable	30 Apr 2025	Complex	106.50	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07284	Principal protected market linked debentures	28 Sep 2022	Not Applicable	27 Mar 2026	Complex	7.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07334	Principal protected market linked debentures	28 Oct 2022	Not Applicable	27 May 2025	Complex	20.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07342	Principal protected market linked debentures	04 Nov 2022	Not Applicable	04 May 2026	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not		Principal protected market	18 Nov	Not	18 May			PP-MLD ACUITE AA-

Applicable	INE468N07391	linked debentures	2022	Applicable	2026	Complex	3.00	Negative Reaffirmed
Not Applicable	INE468N07375	Principal protected market linked debentures	10 Nov 2022	Not Applicable	14 May 2026	Complex	5.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07409	Principal protected market linked debentures	23 Nov 2022	Not Applicable	25 May 2026	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07367	Principal protected market linked debentures	10 Nov 2022	Not Applicable	11 May 2026	Complex	15.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE468N07417	Principal protected market linked debentures	23 Nov 2022	Not Applicable	25 May 2026	Complex	3.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	INE572O07HG0	Principal protected market linked debentures	02 Sep 2021	Not Applicable	15 Mar 2023	Complex	139.80	Not Applicable Withdrawn
Not Applicable	Not Applicable	Proposed Non Convertible Debentures	Not Applicable	Not Applicable	Not Applicable	Simple	175.00	ACUITE AA- Negative Reaffirmed
Not Applicable	Not Applicable	Proposed principal protected market linked debentures	Not Applicable	Not Applicable	Not Applicable	Complex	250.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	Not Applicable	Proposed principal protected market linked debentures	Not Applicable	Not Applicable	Not Applicable	Complex	4.00	PP-MLD ACUITE AA- Negative Reaffirmed
Not Applicable	Not Applicable	Proposed Secured Non-Convertible Debentures	Not Applicable	Not Applicable	Not Applicable	Simple	325.00	ACUITE AA- Negative Assigned

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