

## Rating Rationale

October 02, 2024 | Mumbai

### Hinduja Leyland Finance Limited

Long-term rating upgraded to 'CRISIL AA+/Stable'; short-term rating reaffirmed

#### Rating Action

Total Bank Loan Facilities Rated	Rs.11000 Crore
Long Term Rating	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.2000 Crore Non Convertible Debentures	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.300 Crore Subordinated Debt	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.500 Crore Subordinated Debt	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.200 Crore Subordinated Debt	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.500 Crore Subordinated Debt	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.500 Crore Subordinated Debt	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')
Rs.2000 Crore Commercial Paper	CRISIL A1+ (Reaffirmed)
Subordinated Debt Aggregating Rs.600 Crore	CRISIL AA+/Stable (Upgraded from 'CRISIL AA/Stable')

Note: None of the Directors on CRISIL Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.

1 crore = 10 million

Refer to Annexure for Details of Instruments & Bank Facilities

#### Detailed Rationale

CRISIL Ratings has upgraded the long-term rating on the bank facilities and debt instruments of Hinduja Leyland Finance Limited (HLF) to 'CRISIL AA+/Stable' from 'CRISIL AA/Stable'. The rating on the short-term debt instruments have been reaffirmed at 'CRISIL A1+'.

The revision in long-term ratings of HLF is primarily driven by the strengthening of the credit risk profile of the parent, Ashok Leyland Limited (ALL) owing to the sustained improvement in the latter's market share in the commercial vehicle (CV) segment along with improvement in its operating profitability. The rating also factors in the steady scale up in operations of HLF with significant market presence in vehicle finance. The rating also considers the diversified resource profile of HLF with competitive cost of borrowings. ALL, as on June 30, 2024, held 60.4% shareholding in HLF and is expected to continue to hold the majority ownership in HLF. The ratings for HLF continue to factor in its high strategic importance for ALL, as it plays an active role in financing the MHCV segment of ALL. Furthermore, ALL's support to HLF is expected to remain high on account of shared brand and strong linkages.

ALL has a strong domestic medium and heavy commercial vehicles (MHCV) market share of 31% (as of Q1 FY25) which has remained steady over the past few fiscals whereas export market share has steadily grown significantly over the past four years. Furthermore, ALL has demonstrated improvement in its operating profitability, with it rising by ~200 bps y-o-y to 10.3% during fiscal 2024 from 8.3% in fiscal 2023, being supported by stabilization of input costs, timely price hikes, favourable product mix with higher proportion of heavy tonnage vehicles with better margins and healthy growth in margin accretive non-CV business.

At a consolidated level, HLF's asset under management (AUM) grew at a CAGR of ~18% over the last 3 years to ~Rs 49,235 crores as on March 31, 2024, which further rose to ~Rs 51,593 crores as on June 30, 2024. The loan book is also well-diversified in terms of geographic reach, as HLF is present at more than 1,750 locations across 25 states and union territories. The company's capitalisation stood healthy with its networth improving to Rs 7,061 crore as of June 30, 2024, from Rs 6813 crore as on March 31, 2024, and Rs 5,597 crore as on March 31, 2023.

These strengths are partially offset by modest asset quality and earnings profile. At a consolidated level, while 90+ dpd has improved to 3.1% as on June 30, 2024, same as on March 31, 2024, as against 3.5% as on March 31, 2023, sustenance of the same will remain monitorable. Moreover, while the profitability continues to remain moderate currently, however, going forward, the company plans to enter other non-vehicle higher yields segments. This, along with the expectation of improvement in the credit costs, should support the overall earnings profile going forward and this will remain a key monitorable.

CRISIL Ratings has also noted that on March 16, 2022, the Board of HLF, provided an in-principle approval on the proposed merger of HLF into NDV Ventures Limited (erstwhile NXTDigital Limited, NDV). The proposed merger would result in shareholders of HLF receiving the shares of NDV as per share swap valuation approved by the Board of HLF on November 25, 2022, subject to further regulatory and shareholders approval. NDV, a media vertical of Hinduja Group, is listed on both Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The transaction is at the advanced stages, wherein both the parties are seeking approval from the stock exchanges and is likely to be consummated in near term.

CRISIL Ratings believe that the proposed merger will not have any material impact on the business profile of the company as the existing business operations of HLF will continue to run in a similar manner. With NDL becoming non-operational post the transfer, only the financing business will be there in the merged entity, which will subsequently be renamed to Hinduja Leyland Finance Limited subject to regulatory approvals. Additionally, CRISIL Ratings notes that there will not be any material changes in the future business targets of HLF. In addition to the above, CRISIL Ratings does not expect any cash outflow from HLF from the proposed transaction and the existing shareholders of HLF will be allotted additional shares on the basis of swap valuation. The Board approved valuation for the swap ratio will be 25 equity shares of the face value Rs. 10/- each of NDL shall be issued and allotted for every 10 equity shares of the face value of Rs. 10/- each held in Hinduja Leyland Finance Limited. Post the transaction is completed Hinduja Housing Finance Limited would continue to operate as a 100% wholly owned subsidiary of HLF.

Once the transaction is consummated, the shareholding in HLF would witness negligible change, as the company will be listed on the stock exchange whilst maintaining a minimum of 25% public shareholding. Nevertheless, even post-merger, CRISIL Ratings understands that the shareholding of ALL – is likely to continue with a majority stake, and the same would therefore remain as the single largest shareholder in HLF. Consequently, CRISIL Ratings doesn't envisage any change in the strategic importance of HLF to ALL and believes that HLF will continue to receive strategic support from ALL over the medium term.

### **Analytical Approach**

CRISIL Ratings has fully consolidated the business and financial risk profiles of HLF and its subsidiaries, given the managerial, operational, and financial linkages between them. The ratings also factor in expectation of strong support to HLF from ALL, given the majority ownership and strategic importance of HLF to ALL.

*Please refer Annexure - List of entities consolidated, which captures the list of entities considered and their analytical treatment of consolidation.*

### **Key Rating Drivers & Detailed Description**

#### **Strengths:**

- **Majority ownership by, and strategic importance to, Ashok Leyland and the Hinduja group**

The Hinduja group entities held 74.8% (excluding employee stock options) in HLF as on June 30, 2024, with Ashok Leyland being the primary shareholder (60.4% shareholding). HLF is of high strategic importance for ALL as it continues to play an active role in financing in MHCV segment of ALL, with about 34% of the overall assets under management (AUM) of HLF, on a standalone basis, being financed towards the ALL vehicles as on June 30, 2024 (25% on consolidated basis). ALL is expected to continue to hold the majority ownership in HLF. Furthermore, in CRISIL Ratings view, ALL's shared brand and strong linkages imply a moral obligation on parent's part to support HLF.

With the proposed merger into NDL Ventures, HLF plans to list itself on the stock exchange and go public. Once the transaction is consummated, the shareholding in HLF would witness negligible change, as the company will be listed on the stock exchange whilst maintaining a minimum of 25% of public shareholding. Nevertheless, even post-merger, CRISIL Ratings understands that the shareholding of ALL – is likely to continue with a majority stake, and the same would therefore remain as the single largest shareholder in HLF. Consequently, CRISIL Ratings doesn't envisage any change in the strategic importance of HLF to ALL and believes that HLF will continue to receive strategic support from Ashok Leyland over the medium term.

- **Diversified portfolio with significant presence in the Indian vehicle finance market**

The AUM of the standalone entity, HLF, grew at an annual growth of 28% to Rs 38,685 crores as on March 31, 2024, which further grew to Rs. 40,127 crore by end of June 30, 2024 (growth of 15%, annualized), primarily supported by steady share and growth of the commercial vehicle financing segment.

As on June 30, 2024, the overall portfolio of the company remained fairly diversified with vehicle loans accounting for bulk of the portfolio (68%), making HLF a large player in the vehicle finance space. Of this, commercial vehicles/construction equipment/tipper accounted for 50% of the overall AUM, followed by two and three-wheelers (11%), and other vehicles (7%). The balance portfolio comprises loans against property or LAP (24% share) and portfolio buyouts (8%). HLF forayed into these segments to diversify its business mix and increase the share of the non-vehicle portfolio.

The loan book is also well-diversified in terms of geographic reach, as HLF is present at more than 1,750 locations across 25 states and union territories.

Further, the housing finance business also remains core to the strategy going forward and its share to overall consolidated AUM is expected to increase. At a consolidated level, as on June 30, 2024, the AUM stood at Rs 51,593 crores as against Rs 49,235 crores as on March 31, 2024 (Rs 36,906 crores as on March 31, 2023). Of the total AUM as on June 30, 2024, housing finance business (under HLF) accounted for ~ 22%.

Going forward, the company plans to expand its product portfolio towards the other non-vehicle segments, thereby resulting in further diversification in the portfolio. Furthermore, the company plans to diversify within its vehicle portfolio also and enter higher yield segments such as leasing and used vehicle finance.

- **Improvement in the capitalization metrics**

The capitalization metrics of HLF remained comfortable with net worth having improved to Rs 5,873 crore as on June 30, 2024, as against Rs 5,726 crore as on March 31, 2024, driven by positive internal accruals during the period. The adjusted gearing stood flat at 6.2 times as on June 30, 2024, similar to the level as of March 31, 2024.

At a consolidated level too, the company also saw an improvement in its capitalization metrics with the net worth improving to Rs 7,061 crore as of June 30, 2024, from Rs 6,813 crore as on March 31, 2024. The adjusted gearing stood flat at 6.7 times as on June 30, 2024, similar to the level as of March 31, 2024, although has inched up from 5.8 times as of March 31, 2023.

Further, the completion of the merger with NDL will also add around Rs 200 crores to the networth for HLF. However, CRISIL Ratings expects the gearing metrics for HLF to continue to remain under 6 times on a steady state basis.

- **Diversified resource profile with low cost of borrowings**

HLF's standalone resource profile remained well-diversified across banks and capital market instruments. As on June 30, 2024, the company had 72% of bank borrowings, followed by 18% of securitized book, 6% of capital market borrowings (*NCDs and bonds*) and balance quantum via commercial paper. While a large portion of borrowings came from the banks, nevertheless, within the bank funding, the lender-base of the company remained well diversified across multiple large PSUs/private sector banks. Nevertheless, given that almost all of HLF's bank borrowings are linked to external benchmark rates, the cost of borrowings had inched up in fiscal 2024 in tandem with rise in external benchmark rates. The on-book cost of borrowings (interest expense as a % of average on-book borrowings) stood at 8.2% as on March 31, 2024 (7.6%: March 31, 2023).

**Weaknesses:**

- **Moderate asset quality metrics**

The asset quality metrics remained moderate with the company's 90+ dpd remaining range bound at 3.5%-4.5% over the last 5 years at a standalone level. As on June 30, 2024, the 90+ dpd stood at 3.4%, as compared to 3.3% as on March 31, 2024 (3.7% as on March 31, 2023) On a lagged basis, 1-year lagged 90+ dpd was range-bound at 4.3% as on March 31, 2024, similar to that as on March 31, 2023.

Nevertheless, the asset quality metrics remain supported by the healthy collection efficiency numbers, wherein, the company has been reporting the efficiency ratio in the range of 95%-105% across the past twelve months, thereby indicating strong collections from the overdue portfolio also.

The company is also trying to reduce its focus on first-time users/buyers, and rather increase the share of large and medium fleet operators to support asset quality metrics in the medium term. Further, while the company has forayed into non-vehicle loans, this segment is relatively new, having been built up only over the last few years.

At a consolidated level, 90+ dpd stood at 3.1% as on June 30, 2024, same as on March 31, 2024 as against 3.5% as on March 31, 2023, improving marginally on account of steady delinquency trend in the housing finance segment. Sustained improvement in asset quality metrics would remain monitorable.

- **Moderate earnings profile**

The earnings profile remains moderate because of relatively lower net interest margin (NIMs), though partly aided by the operating expenses ratio, which lags the industry average. On a standalone basis, NIM stood at 2.9% for fiscal 2024 as against 3.8% in fiscal 2023. The reduction in NIM was offset by the lower operating expenses and reduction in the credit costs. The credit costs (as a percentage of average managed assets) improved to 1.4% in fiscal 2024, as against 2.1% in fiscal 2023. Consequently, return on managed assets (RoMA) remained stable at 0.9% during the fiscal 2024. End three months June 30, 2024, with the rise in average borrowing cost during the period to 8.5% (8.2%: fiscal 2024), HLF reported RoMA of 0.6% (annualized). Nevertheless, earnings remained cushioned owing to improving credit costs, which reduced further to 1.2% during the period.

On a consolidated basis, given the presence of the housing finance subsidiary in the affordable home loans and small-ticket size LAP, the top line gets benefit in the form of higher yields. Consequently, the RoMA for the consolidated entity stood at 1.0% (annualized) during the three-month period ending June 30, 2024, as against 1.4% in fiscal 2024 as well as fiscal 2023.

The company plans to enter other non-vehicle higher yields segments, which could aid improvement in NIMs. In addition to this, the company also plans to enter leasing and used vehicle financing, which will further add to the revenue stream. Furthermore, with the expectation of improvement in the credit costs, the overall earnings profile is expected to improve going forward and this will remain a key monitorable.

**Liquidity: Strong**

HLF has an adequate asset liability management profile, with positive cumulative mismatches across all buckets (excluding unutilized bank limit and committed disbursement). As on June 30, 2024, HLF had liquidity of around Rs 6,661 crore, comprising cash and liquid investments, unutilised cash credit/working capital demand loan (CC/WCDL) and unavailed term loans. Against the same, the company had total debt obligation (including interest payment) of Rs 4,611 crore (excluding DA payout) over the next three months i.e. July 2024 to September 2024.

**Outlook: Stable**

CRISIL Ratings believes HLF will continue to receive strong support from ALL and the Hinduja group. Moreover, HLF is also expected to increase its share in the Indian vehicle finance market over the medium term

**Rating sensitivity factors**

**Upward factors**

- Better asset quality metrics, with gross non-performing assets declining below 2.5%, translating to improved earnings profile as the portfolio scales up
- Upward revision in CRISIL Ratings' view on ALL's credit risk profile

**Downward factors**

- Decline in support from ALL or material change in ALL's shareholding in HLF, or any downward revision in CRISIL Ratings' view on the credit profile of ALL
- Weakening of asset quality metrics, with GNPA's on AUM exceeding 6% and exerting pressure on profitability

**About the Company**

HLF, incorporated in 2008, commenced operations in 2010. It was promoted as a captive financier by the Hinduja group's flagship automobile manufacturing company, Ashok Leyland. Gradually, HLF ventured into financing of non- Ashok Leyland vehicles, and forayed into the LAP segment in fiscal 2015. Apart from commercial vehicles, the company also funds purchase of

two- and three-wheelers, tractors, construction equipment and used CVs. The company has also been buying portfolios over the past 4-5 years to diversify its product profile

### Key Financial Indicators

As on / for the period ended		Jun-24	Mar-24	Mar-23	Mar-22	Mar-21
Total assets	Rs crore	37,187	35,522	26,660	20,961	21,923
Total income	Rs crore	1,003	3,453	2,755	2,660	2,775
Profit after tax	Rs crore	64	340	277	232	270
90+ dpd	%	3.4	3.3	3.7	4.2	4.0
Adjusted gearing	Times	6.2	6.2	5.1	5.5	5.9
Return on managed assets	%	0.6*	0.9	1.0	0.9	1.0

\*Annualized

Note: All figures are as per IND-AS

### Key Financial Indicators: (Consolidated, HLF)

As on / for the period ended		Jun-24	Mar-24	Mar-23	Mar-22	Mar-21
Total assets	Rs crore	47,348	44,877	32,419	24,476	24,240
Total income	Rs crore	1,377	4,660	3,502	3,098	3,053
Profit after tax	Rs crore	130	636	490	341	333
90+ dpd	%	3.1	3.1	3.5	4.0	3.9
Adjusted gearing	Times	6.7	6.7	5.8	6.0	6.2
Return on managed assets	%	1.0	1.4	1.4	1.1	1.1

\*Annualized

Note: All figures are as per IND-AS

**Any other information:** Not applicable

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

CRISIL Ratings` complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

CRISIL Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the CRISIL Ratings` complexity levels please visit [www.crisilratings.com](http://www.crisilratings.com). Users may also call the Customer Service Helpdesk with queries on specific instruments.

### Annexure - Details of Instrument(s)

ISIN	Name of Instrument	Date of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs.Cr)	Complexity Level	Rating Outstanding with Outlook
NA	Subordinated debt^	NA	NA	NA	55	Complex	CRISIL AA+/Stable
NA	Subordinated debt^	NA	NA	NA	175	Complex	CRISIL AA+/Stable
NA	Subordinated debt^	NA	NA	NA	290	Complex	CRISIL AA+/Stable
NA	Debenture^	NA	NA	NA	1820	Simple	CRISIL AA+/Stable
INE146O08233	Subordinated debt	23-Aug-23	9.45	23-Aug-33	135	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	20-Sep-23	9.45	23-Aug-33	90	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	13-Nov-23	9.45	23-Aug-33	50	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	21-Nov-23	9.45	23-Aug-33	35	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	21-Dec-23	9.45%	23-Aug-33	40	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	20-Mar-24	9.45%	23-Aug-33	20	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated debt	24-May-24	9.45%	23-Aug-33	50	Complex	CRISIL AA+/Stable
INE146O08225	Subordinated debt	22-Jun-23	9.5	22-Jun-33	75	Complex	CRISIL AA+/Stable
INE146O08209	Subordinated debt	22-Apr-21	9.75	21-Apr-28	50	Complex	CRISIL AA+/Stable
INE146O08191	Subordinated debt	26-Mar-21	9.75	25-Sep-26	75	Complex	CRISIL AA+/Stable
INE146O08183	Subordinated debt	19-Mar-21	9.75	18-Sep-26	50	Complex	CRISIL AA+/Stable
INE146O08167	Subordinated debt	16-Feb-21	9.75	18-Aug-26	45	Complex	CRISIL AA+/Stable
INE146O08159	Subordinated Debt	29-Mar-19	11.6	29-Sep-24	100	Complex	CRISIL AA+/Stable
INE146O08258	Subordinated Debt	29-May-24	9.65%	29-May-39	90	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	29-May-24	9.50%	29-Nov-29	100	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	26-Jun-24	9.50%	29-Nov-29	100	Complex	CRISIL AA+/Stable
INE146O08274	Subordinated Debt	10-Jul-24	9.50%	10-Jul-39	125	Complex	CRISIL AA+/Stable
INE146O08274	Subordinated Debt	22-Jul-24	9.50%	10-Jul-39	65	Complex	CRISIL AA+/Stable
INE146O08274	Subordinated Debt	28-Aug-24	9.50%	10-Jul-39	135	Complex	CRISIL AA+/Stable
INE146O08274	Subordinated Debt	04-Sep-24	9.50%	10-Jul-39	75	Complex	CRISIL AA+/Stable

INE146O08274	Subordinated Debt	13-Sep-24	9.50%	10-Jul-39	75	Complex	CRISIL AA+/Stable
INE146O08233	Subordinated Debt	13-Aug-24	9.45%	23-Aug-33	45	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	20-Aug-24	9.50%	29-Nov-29	50	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	10-Sep-24	9.50%	29-Nov-29	100	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	19-Sep-24	9.50%	29-Nov-29	100	Complex	CRISIL AA+/Stable
INE146O08266	Subordinated Debt	30-Sep-24	9.50%	29-Nov-29	50	Complex	CRISIL AA+/Stable
NA	Commercial Paper	NA	NA	7-365 days	2000	Simple	CRISIL A1+
INE146O07490	Debentures	18-Dec-23	8.8	18-Dec-26	100	Simple	CRISIL AA+/Stable
INE146O07490	Debentures	11-Jun-24	8.80%	18-Dec-26	55	Simple	CRISIL AA+/Stable
INE146O07490	Debentures	04-Jul-24	8.80%	18-Dec-26	25	Simple	CRISIL AA+/Stable
INE146O08241	Subordinated debt	30-Nov-23	9.4	30-Jan-31	50	Complex	CRISIL AA+/Stable
INE146O08241	Subordinated debt	19-Jan-24	9.4	30-Jan-31	50	Complex	CRISIL AA+/Stable
INE146O08175	Subordinated debt	08-Mar-21	9.75	08-Oct-26	55	Complex	CRISIL AA+/Stable
NA	Overdraft Facility	NA	NA	NA	5	NA	CRISIL AA+/Stable
NA	Working Capital Demand Loan	NA	NA	NA	450	NA	CRISIL AA+/Stable
NA	Proposed Long Term Bank Loan Facility	NA	NA	NA	2592.26	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Jun-28	425	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Dec-27	131.25	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Jan-25	129.04	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Jan-29	300	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Apr-24	30.5	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Sep-28	114.57	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	28-Feb-26	58.3	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Jan-28	264.58	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Jun-27	225	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Sep-28	2507.74	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Oct-24	14.48	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	01-Aug-29	2005.48	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Mar-25	150	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	28-Feb-28	328.13	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	01-Aug-29	300	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	31-Jul-28	101.56	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	01-May-27	417.11	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Jun-29	350	NA	CRISIL AA+/Stable
NA	Term Loan	NA	NA	30-Jun-29	100	NA	CRISIL AA+/Stable

^ Yet to be issued

**Annexure – List of entities consolidated**

Names of Entities Consolidated	Extent of Consolidation	Rationale for Consolidation
Hinduja Housing Finance Limited	Full	Subsidiary
Hinduja Leyland Finance Limited	Full	Parent

**Annexure - Rating History for last 3 Years**

Instrument	Current			2024 (History)		2023		2022		2021		Start of 2021
	Type	Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
<b>Fund Based Facilities</b>	LT	11000.0	CRISIL AA+/Stable	11-09-24	CRISIL AA/Stable	24-11-23	CRISIL AA/Stable	25-03-22	CRISIL AA-/Stable	30-04-21	CRISIL AA-/Stable	CRISIL AA-/Stable
			--	22-08-24	CRISIL AA/Stable	08-09-23	CRISIL AA/Stable	--	--	03-03-21	CRISIL AA-/Stable	--
			--	27-06-24	CRISIL AA/Stable	18-08-23	CRISIL AA/Stable	--	--	08-01-21	CRISIL AA-/Stable	--
			--	31-03-24	CRISIL AA/Stable	26-06-23	CRISIL AA/Stable	--	--	--	--	--
			--	--	--	12-06-23	CRISIL AA/Stable	--	--	--	--	--
			--	--	--	24-03-23	CRISIL AA/Stable	--	--	--	--	--
			--	--	--	17-03-23	CRISIL AA/Stable	--	--	--	--	--
<b>Commercial Paper</b>	ST	2000.0	CRISIL A1+	11-09-24	CRISIL A1+	24-11-23	CRISIL A1+	25-03-22	CRISIL A1+	30-04-21	CRISIL A1+	CRISIL A1+

			--	22-08-24	CRISIL A1+	08-09-23	CRISIL A1+		--	03-03-21	CRISIL A1+	--
			--	27-06-24	CRISIL A1+	18-08-23	CRISIL A1+		--	08-01-21	CRISIL A1+	--
			--	31-03-24	CRISIL A1+	26-06-23	CRISIL A1+		--		--	--
			--		--	12-06-23	CRISIL A1+		--		--	--
			--		--	24-03-23	CRISIL A1+		--		--	--
			--		--	17-03-23	CRISIL A1+		--		--	--
<b>Non Convertible Debentures</b>	LT	2000.0	CRISIL AA+/Stable	11-09-24	CRISIL AA/Stable	24-11-23	CRISIL AA/Stable	25-03-22	CRISIL AA-/Stable	30-04-21	CRISIL AA-/Stable	CRISIL AA-/Stable
			--	22-08-24	CRISIL AA/Stable	08-09-23	CRISIL AA/Stable		--	03-03-21	CRISIL AA-/Stable	--
			--	27-06-24	CRISIL AA/Stable	18-08-23	CRISIL AA/Stable		--	08-01-21	CRISIL AA-/Stable	--
			--	31-03-24	CRISIL AA/Stable	26-06-23	CRISIL AA/Stable		--		--	--
			--		--	12-06-23	CRISIL AA/Stable		--		--	--
			--		--	24-03-23	CRISIL AA/Stable		--		--	--
			--		--	17-03-23	CRISIL AA/Stable		--		--	--
<b>Subordinated Debt</b>	LT	2600.0	CRISIL AA+/Stable	11-09-24	CRISIL AA/Stable	24-11-23	CRISIL AA/Stable	25-03-22	CRISIL AA-/Stable	30-04-21	CRISIL AA-/Stable	CRISIL AA-/Stable
			--	22-08-24	CRISIL AA/Stable	08-09-23	CRISIL AA/Stable		--	03-03-21	CRISIL AA-/Stable	--
			--	27-06-24	CRISIL AA/Stable	18-08-23	CRISIL AA/Stable		--	08-01-21	CRISIL AA-/Stable	--
			--	31-03-24	CRISIL AA/Stable	26-06-23	CRISIL AA/Stable		--		--	--
			--		--	12-06-23	CRISIL AA/Stable		--		--	--
			--		--	24-03-23	CRISIL AA/Stable		--		--	--
			--		--	17-03-23	CRISIL AA/Stable		--		--	--

All amounts are in Rs.Cr.

#### Annexure - Details of Bank Lenders & Facilities

Facility	Amount (Rs.Crore)	Name of Lender	Rating
<b>Overdraft Facility</b>	<b>5</b>	<b>Bandhan Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Proposed Long Term Bank Loan Facility</b>	<b>2592.26</b>	<b>Not Applicable</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>225</b>	<b>HDFC Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>350</b>	<b>Punjab and Sind Bank</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>100</b>	<b>The South Indian Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>328.13</b>	<b>ICICI Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>300</b>	<b>Small Industries Development Bank of India</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>2507.74</b>	<b>Punjab National Bank</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>14.48</b>	<b>Indian Bank</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>2005.48</b>	<b>Small Industries Development Bank of India</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>150</b>	<b>Ujjivan Small Finance Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>101.56</b>	<b>DCB Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>417.11</b>	<b>DBS Bank India Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>425</b>	<b>Canara Bank</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>131.25</b>	<b>Kotak Mahindra Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>129.04</b>	<b>State Bank of India</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>300</b>	<b>Bandhan Bank Limited</b>	<b>CRISIL AA+/Stable</b>
<b>Term Loan</b>	<b>30.5</b>	<b>Canara Bank</b>	<b>CRISIL AA+/Stable</b>

Term Loan	114.57	Punjab National Bank	CRISIL AA+/Stable
Term Loan	58.3	Equitas Small Finance Bank Limited	CRISIL AA+/Stable
Term Loan	264.58	Indian Bank	CRISIL AA+/Stable
Working Capital Demand Loan	300	MUFG Bank Limited	CRISIL AA+/Stable
Working Capital Demand Loan	150	Punjab National Bank	CRISIL AA+/Stable

## Criteria Details

### Links to related criteria

[Rating Criteria for Finance Companies](#)

[CRISILs Bank Loan Ratings - process, scale and default recognition](#)

[Rating criteria for hybrid debt instruments of NBFCs/HFCs](#)

[CRISILs Criteria for rating short term debt](#)

[Criteria for Notching up Stand Alone Ratings of Companies based on Parent Support](#)

[CRISILs Criteria for Consolidation](#)

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