IKF Finance Limited

July 01, 2026

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long-term bank facilities	3,600.00	CARE AA-; Stable	Upgraded from CARE A+; Stable
Subordinated debt – I	25.00	CARE AA-; Stable	Upgraded from CARE A+; Stable
Subordinated debt – II	140.00	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures – XII	17.00 (Reduced from 25.00)	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures - XIII	50.00	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures - XIV	170.00 (Reduced from 200.00)	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures - XV	165.00 (Reduced from 178.75)	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures - XVI	200.00	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures – XVII	135.00 (Reduced from 160.00)	CARE AA-; Stable	Upgraded from CARE A+; Stable
Non-convertible debentures – XVIII	200.00	CARE AA-; Stable	Upgraded from CARE A+; Stable

Details of instruments/facilities in Annexure-1.

The list of facilities / instruments falling under the purview of various financial sector regulators (FSRs), along with the names of respective FSRs has been disclosed under Annexure-7.

Rationale and key rating drivers

CARE Ratings Limited (CareEdge Ratings) has considered consolidated financials of IKF Finance Limited (IKF) and its subsidiary, IKF Home Finance Limited (IKFHF). Upgrade in the rating to bank facilities and debt instruments of IKF factors in its consistent financial performance, along with improvement in scale of operations while maintaining comfortable capitalisation levels, supported by periodic equity infusions. Scale of operations expanded significantly, with consolidated assets under management (AUM) increasing from ₹3,148 crore as on March 31, 2023, to ₹8,618 crore as on March 31, 2026, registering a compounded annual growth rate (CAGR) of ~40%, supported by a tangible net worth (TNW) of ₹1,973 crore as on March 31, 2026. Profitability metrics remained healthy, with return on total assets (ROTA) improving to ~3.00% in FY26 from 2.67% in FY25.

Asset quality continues to remain moderate, characterised by relatively higher delinquencies in the early (softer) buckets, although the company has demonstrated improvement in portfolio quality indicators and collection efficiencies in the last few years. Gross non-performing assets (GNPA) and net NPA (NNPA) of IKF (standalone) stood at 2.52% and 1.69%, respectively, as on March 31, 2026. The company's softer delinquencies witnessed an uptick in the year, primarily considering the calibrated shift towards granular retail lending and reduction in wholesale exposures, resulting in relatively higher bucket movements compared to the earlier portfolio mix, which had lower reported delinquency levels but higher concentration risks.

The rating continues to derive strength from long and established track record of operations in the lending business with a strong brand image and seasoned and gradual growth in portfolio in the last several years. Ratings further derive strength from well-defined credit and recovery policy with strong collection systems adopted and moderately diversified resource profile. The rating is constrained by regional concentration of portfolio, inherent risks associated with its borrower profile mostly being self-employed in the informal segment, high ticket exposure to small and medium enterprises (SME), and non-banking financial companies (NBFC) segments, despite moderating in the last few years with a calibrated shift towards granular retail lending.

[1]Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors: Factors that could individually or collectively lead to positive rating action/upgrade:

- Sustainable improvement in asset quality along with improvement in delinquencies in softer buckets.
- Significant growth in the scale of operations while maintaining profitability and capitalisation at comfortable levels.

Negative factors: Factors that could individually or collectively lead to negative rating action/downgrade:

- Deterioration in the asset quality with the standalone GNPA above 4%.
- Deterioration in the profitability with Return on Managed Assets (ROMA) below 2% on a sustained basis.
- Moderation of capital structure with weakening consolidated overall gearing ratio to over 4x on a sustained basis.

Analytical approach:

Consolidated, considering subsidiary IKF Home Finance Limited (IKFHF) being an integral part of the group with shared brand name and business linkages. Details of subsidiaries are listed under Annexure-6.

Outlook: Stable

The stable outlook reflects likely continuation of stable credit profile with comfortable capitalisation levels and healthy profitability levels

Detailed description of key rating drivers:

Key strengths

Long and established track record of operations

The IKF group has an established track record of nearly three decades in the vehicle financing segment. The company is promoted by VGK Prasad, Chairman, who has over 30 years of experience in the auto finance industry and possesses a strong industry network, having previously served as President of the Federation of Indian Hire Purchase Associations (FIHPA). The management witnessed a planned transition with the induction of his daughter, K Vasumathi Devi, in 2007, who was subsequently elevated to the position of Managing Director in January 2022. The group is supported by a qualified and experienced board and senior management team.

IKF Housing Finance Limited (IKFHF), a wholly owned subsidiary, holds strategic importance within the group. The company is led by Vasantha, the younger daughter of the promoter. IKFHF derives significant operational and managerial support from IKF, including access to its established branch network, risk management systems, and loan sourcing capabilities. IKFHF benefits from the shared ‘IKF’ brand and access to the group’s centralized treasury function, facilitating competitive resource mobilization from banks, financial institutions, and capital markets.

Comfortable capitalisation supported by capital raise in regular intervals

IKF has maintained comfortable capital adequacy levels in recent years, supported by regular capital infusions from promoters and private equity (PE) investors, and retained internal accruals. In FY26, the company raised ₹700 crore in equity from Norwest Venture Capital and ₹50 crore from its promoters. Of the total proceeds, ₹260 crore was infused into its housing finance subsidiary, IKFHF. The company raised capital of ₹255 crore in FY23 and ₹120 crore in FY24 from marquee investors such as Accion and Teachers Insurance and Annuity Association of America.

Post this capital raise in FY26, the capital adequacy ratio (CAR) and Tier-I CAR stood at 27.33% and 26.34%, respectively, as on March 31, 2026, on a standalone basis. On a consolidated basis, overall gearing was 3.00x as on March 31, 2026, against 4.72x as on March 31, 2025. CareEdge Ratings expects IKF's capitalisation levels to remain comfortable in the medium term.

Improving scale of operations

IKF (consolidated) achieved a CAGR of 40% for three years ending March 31,2026, with AUM expanding from ₹3,148 crore as on March 31, 2023, to ₹8,618 crore as on March 31, 2026 (₹6,662 crore as on March 31, 2025), including a 29% growth in FY26. Disbursements in FY26 stood at ₹4,785 crore, witnessing a growth of 27% from FY26. On a standalone basis, IKF reported AUM of ₹6,718 crore as on March 31, 2026, while IKFHF reported ₹1,908 crore as on March 31, 2026.
Vehicle finance remains the core segment, contributing ~68% of the consolidated portfolio as on March 31, 2026, comprising commercial vehicles (26.19%), cars/MUVs (13.12%) and construction equipment (27.73%), with marginal exposure to other

segments. The portfolio is largely granular and predominantly comprises used assets (~95–96%), supporting better risk calibration.

Within the vehicle finance segment, the share of construction equipment (CE) has increased, driven by a calibrated shift in disbursements amid relatively weak freight demand and lower traction in the M&HCV segment, alongside traction in infrastructure-linked activities. The CE segment additionally provides a counter-cyclical buffer to the overall vehicle portfolio.

The portfolio has been moderately diversified across asset classes, with housing loans and LAP contributing 13.49% and 8.64%, respectively, and SME financing accounting for 7.02%. At the same time, exposure to NBFCs declined materially to ~2–3% of the portfolio, in line with the company's strategy to reduce wholesale lending and increase the share of granular retail assets.

The portfolio remains seasoned, with asset quality supported by granularisation and focus on early-stage delinquencies. However, significant shift away from core vehicle finance segment or accelerated growth in newer asset classes remains a key monitorable. Inherently cyclical nature of underlying segments and evolving macroeconomic conditions may impact portfolio performance.

Consistency in profitability profile
In FY26, IKF reported a consolidated profit after tax (PAT) of ₹215 crore on a total income of ₹1,189 crore, compared to a PAT of ₹143 crore on a total income of ₹873 crore in FY25. Yield on advances increased to 16.01% in FY26 from 15.59% in FY25, driven by a higher share of granular retail assets and a reduction in lower-yielding wholesale exposures. Cost of funds improved marginally to 9.62% in FY26 from 9.96% in FY25 and Incremental cost of borrowing significantly improved to 9.16% in FY 26 from 10.23% in FY 25, supported by diversification of funding sources and better pricing. Consequently, net interest margin (NIM) improved to 7.80% in FY26 from 6.99% in FY25.

Operating expenses (as a percentage of average total assets) remained largely stable at 3.93% in FY26 (PY: 3.96%), supported by operating leverage despite continued branch expansion and investments in technology. Credit cost increased to 1.31% in FY26 from 0.92% in FY25, primarily considering higher write-offs in FY26 (₹53 crore). Overall, ROTA improved to 3.00% in FY26 from 2.67% in FY25.

On a standalone basis, IKF reported a PAT of ₹165 crore on a total income of ₹908 crore in FY26, compared to a PAT of ₹108 crore on a total income of ₹660 crore in FY25, resulting in an improved ROTA of 2.80% in FY26 from 2.49% in FY25.

Moderately diversified resource profile
For IKF (standalone), bank borrowings continue to be the predominant source of funding, forming 56.31% of total borrowings as on March 31, 2026 (March 31, 2025: 53.97%). Borrowings from NBFCs and financial institutions reduced to 16.42% (March 31, 2025: 20.48%).

Funding through capital market instruments remained at similar levels, with non-convertible debentures (NCDs) constituting 18.91% (March 31, 2025: 18.07%) and subordinated debt at 3.47% (March 31, 2025: 4.18%). Securitisation/PTC and commercial paper accounted for 3.86% and 1.03%, respectively, of total borrowings. Share of cash credit declined to 0.99% (March 31, 2025: 6.15%). Overall, the funding profile remains dominated by bank borrowings, while exhibiting moderate diversification across funding sources.

For IKFHF, the borrowing profile remains largely concentrated in bank loans, which accounted for 69% of total borrowings as on March 31, 2026 (March 31, 2025: 64%). Borrowings from NBFCs moderated to 10% (March 31, 2025: 15%), while securitisation, National Housing Bank (NHB) borrowings, and NCDs constituted 6%, 4%, and 10%, respectively. The subsidiary benefits from strong financial flexibility, supported by the parent's established banking relationships and access to competitive funding through the group's common treasury.

Well-defined credit policy and improving MIS system
IKF operates across commercial vehicles, construction equipment, passenger vehicles (cars/MUVs) and allied segments, and SME financing, supported by segment-specific credit appraisal frameworks. The company has also strengthened its technology infrastructure with the implementation of digital loan origination and credit appraisal systems, including tab-based processes, enhancing operational efficiency and underwriting discipline. In addition, a customised mobility-enabled collection platform has been deployed to improve monitoring and reduce collection turnaround time.

The company further strengthened its collection architecture through enhanced focus on early-stage delinquencies, granular bucket-wise monitoring and augmentation of experienced collection teams. Loss mitigation on repossessed assets is supported by a calibrated approach towards resolution, including preference for negotiated settlements with existing borrowers over auction routes, where feasible.

Key weaknesses

Moderate asset quality characterised by high delinquency in softer buckets

On a standalone basis, IKF's GNPA increased to 2.52% as on March 31, 2026, from 2.24% as on March 31, 2025, while NNPA rose to 1.69% from 1.50%. The provision coverage ratio remained broadly stable at ~34% despite the increase in delinquencies. The moderation in asset quality was primarily attributable to higher stress in the commercial vehicle portfolio, while the construction equipment portfolio remained relatively stable. In FY26, the company undertook write-offs of ~₹50 crore, largely comprising legacy stressed vehicle finance accounts and a few small NBFC exposures.

In the last years, the company's softer delinquency buckets have remained high compared to peers, which improved from its pre-COVID highs, following the controlled collection efforts. As on March 31, 2026, 0+ days past due (dpd) stood at 21.30% compared to 0+ dpd of 38.91% as on March 31, 2019. In FY26, overall delinquency profile moderated mainly in H1FY26, with 60+ dpd increasing to 7.19% as on March 31, 2026, from 5.27% as on March 31, 2025, while 30+ DPD remained broadly stable at 8.95% (PY: 8.75%). The company has strengthened its collection architecture through closer portfolio monitoring, daily DPD tracking, field-level collection reviews, timely repossession of delinquent vehicles and faster liquidation of repossessed assets, while also enhancing analytics-driven collection strategies to improve recoveries and contain incremental slippages. CareEdge Ratings expects IKF's asset quality to remain broadly stable in the medium term.

IKFHF reported a GNPA of 1.65% and NNPA of 1.09% as on March 31, 2026, compared to 1.23% and 0.72%, respectively, as on March 31, 2025. Increase was primarily considering restructuring of the collection team in the year, with collection efficiency improving following the stabilisation of the revised collection structure.

Geographical concentration of portfolio

As on March 31, 2026, IKF operated across 11 states comprising Andhra Pradesh, Telangana, Gujarat, Tamil Nadu, Karnataka, Maharashtra, Madhya Pradesh, Rajasthan, Odisha, Chhattisgarh and Haryana. The branch network expanded significantly to 220 branches for IKF and 127 branches for IKFHF as on March 31, 2026, compared to 190 and 100 branches, respectively, as on March 31, 2025, driven by continued expansion into newer geographies. The company has gradually diversified its presence beyond South India, with Maharashtra emerging as one of the larger markets outside the southern region.

Despite this, the portfolio remains concentrated in South India, which accounted for 68% of the consolidated AUM as on March 31, 2026. Andhra Pradesh and Telangana together contributed 48% of the consolidated AUM. While the company continues to scale up operations in western and central geographies, CareEdge Ratings expects the regional concentration, particularly in Andhra Pradesh and Telangana, to remain high in the medium term.

Exposure to high-ticket SME financing and loans to NBFCs, although a calibrated shift towards granular retail lending

In the last three years, IKF has curtailed disbursements in the high-ticket SME financing segment and shifted focus towards lower-ticket MSME loans, aimed at improving portfolio granularity and reducing overall concentration risk. As on March 31, 2026, SME financing accounted for ~7.02% of the consolidated AUM (PY: 7.73%). The share is expected to gradually increase in the medium term, supported by continued expansion in the MSME segment.

Exposure to other NBFCs has declined significantly over the period, with its share reducing to ~2% of the consolidated AUM as on March 31, 2026 (PY: 5.90%), in line with the company’s strategy of reducing exposure to wholesale/bulk lending and increasing share of retail assets.

Liquidity: Adequate

IKF’s liquidity profile stood adequate, with no negative cumulative mismatch in the asset liquidity maturity (ALM) up to one year time bucket as on March 31, 2026. The company had cash and cash equivalents of ₹353 crore, which is sufficient for two months of debt repayment obligations. The company also has un-availed lines of credit of ₹620 crore as on March 31, 2026, on a standalone basis. On consolidated basis, cash and cash equivalents stood at ₹387 crore as on March 31, 2026.

Applicable criteria

Consolidation
Definition of Default
Rating Outlook and Rating Watch
Financial Ratios - Financial Sector
Non Banking Financial Companies

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Financial services	Financial services	Finance	Non-banking financial company (NBFC)

IKF was originally incorporated as IndraKeela Financiers Private Limited in 1991. The company became a closely held public company in 1994 under the name IKF Finance & Investments Limited and launched a public issue in 1995, with shares listed on the Bombay Stock Exchange (BSE) and Ahmedabad Stock Exchange. In 1998, the company was renamed IKF Finance Limited, and its shares were subsequently delisted on February 18, 2015.

IKF is a registered non-deposit-taking middle layer NBFC, primarily engaged in financing used vehicles and SME loans. As on March 31, 2026, vehicle finance accounted for 88% of its standalone AUM, while SME financing (including loans to NBFCs) constituted 12%. The company is promoted by VGK Prasad, Chairman, with over three decades of industry experience, and managed by Vasumathi Devi, Managing Director. The shareholding pattern comprises promoters at 34.45%, followed by Norwest Capital LLC (24.14%), Motilal Oswal (14.18%), Creador (11.62%), and others.

IKF has a strong presence in South India—Andhra Pradesh, Telangana, Karnataka, and Tamil Nadu—and has expanded to Gujarat, Maharashtra, Madhya Pradesh, Rajasthan, Odisha, Chhattisgarh, and Haryana in recent years. The company operates 220 branches as on March 31, 2026. IKF also has a wholly owned subsidiary, IKF Home Finance Limited (IKFHF), which offers home loans, refinancing solutions, and loans against property (LAP).

Brief Financials (₹ crore)	31-03-2025	31-03-2026
Consolidated	**A**	**A**
Total income	873	1,189
Profit after tax (PAT)	143	215
Assets under management (AUM)	6,672	8,618
On-book gearing (x)	4.72	3.00
AUM / tangible net-worth (TNW) (x)	6.27	4.37
Gross non-performing assets (NPA) / gross stage 3 (%) *	2.24	2.52
Return on managed assets (ROMA) (%)	2.35	2.62
Capital adequacy ratio (CAR) (%)*	20.86	27.33

A: Audited UA: Unaudited; Note: these are latest available financial results
*Standalone

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Debentures-Non-convertible debentures – XVIII	Proposed	-	-	-	197.00	CARE AA-; Stable
Debentures-Non-convertible debentures – XVII & XVIII	INE859C07246	12-09-2025	9.40%	12-08-2027	125.00	CARE AA-; Stable
Debentures-Non-convertible debentures – XVI & XVII	INE859C07238	26-03-2025	9.80%	26-09-2027	153.00	CARE AA-; Stable
Debentures-Non-convertible debentures – XV & XVI	INE859C07220	28-01-2025	9.90%	20-01-2027	175.00	CARE AA-; Stable
Debentures-Non-convertible debentures – XV	INE859C07212	31-12-2024	9.90%	31-12-2027	50.00	CARE AA-; Stable
Debentures-non-convertible debentures - XII	INE859C07162	27-03-2024	9.95%	27-03-2027	17.00	CARE AA-; Stable
Debentures-non-convertible debentures – XIII & XIV	INE859C07204	13-11-2024	9.90%	15-03-2027	60.00	CARE AA-; Stable
Debentures-non-convertible debentures –XIV	INE859C07196	17-10-2024	9.00%	17-10-2026	30.00	CARE AA-; Stable
Debentures-non-convertible debentures –XIV	INE859C07170	25-07-2024	9.95%	25-07-2026	70.00	CARE AA-; Stable
Debentures-non-convertible debentures –XIV	INE859C07188	01-08-2024	10.30%	30-07-2027	60.00	CARE AA-; Stable
Debt-subordinate debt – I	INE859C08079	19-01-2021	13.25%	20-07-2026	25.00	CARE AA-; Stable
Debt-subordinate debt – II	INE859C08103	28-10-2022	13.85%	28-04-2028	140.00	CARE AA-; Stable
Fund-based - LT-Cash Credit	-	-	-	-	450.00	CARE AA-; Stable
Fund-based - LT-Term Loan	-	-	-	March, 2028	3150.00	CARE AA-; Stable

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2026-2027	Date(s) and Rating(s) assigned in 2025-2026	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024
1	Fund-based - LT-Cash Credit	LT	450.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)
2	Fund-based - LT-Term Loan	LT	3150.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)
3	Debentures-Non Convertible Debentures	LT	-	-	-	-	-	1)Withdrawn (06-Jul-23)
4	Debentures-Non Convertible Debentures	LT	-	-	-	-	-	1)Withdrawn (21-Mar-24) 2)CARE A; Stable (06-Jul-23)

5	Debt-Subordinate Debt	LT	25.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)
6	Debentures-Market Linked Debentures	LT	-	-	-	-	-	1)Withdrawn (21-Mar-24) 2)CARE PP-MLD A; Stable (06-Jul-23)
7	Debt-Subordinate Debt	LT	140.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)
8	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)

							3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	
9	Debentures-Non Convertible Debentures	LT	17.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24) 2)CARE A; Stable (06-Jul-23)
10	Debentures-Non Convertible Debentures	LT	50.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	1)CARE A; Stable (21-Mar-24)
11	Debentures-Non Convertible Debentures	LT	170.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25)	-

							3)CARE A+; Stable (26-Dec-24) 4)CARE A; Stable (22-Jul-24)	
12	Debentures-Non Convertible Debentures	LT	165.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25) 3)CARE A+; Stable (26-Dec-24)	-
13	Debentures-Non Convertible Debentures	LT	200.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25) 2)CARE A+; Stable (03-Jan-25)	-
14	Debentures-Non Convertible Debentures	LT	135.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	1)CARE A+; Stable (24-Mar-25)	-
15	Debentures-Non Convertible Debentures	LT	200.00	CARE AA-; Stable	-	1)CARE A+; Stable (05-Jan-26) 2)CARE A+; Stable (13-May-25)	-	-

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Debentures-Non Convertible Debentures	Complex
2	Debentures-Non Convertible Debentures	Simple
3	Debt-Subordinate Debt	Complex

4	Fund-based - LT-Cash Credit	Simple
5	Fund-based - LT-Term Loan	Simple

Annexure-5: Lender details

To view lender-wise details of bank facilities please click here

Annexure-6: List of entities consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	IKF Home Finance Limited	Full	Wholly owned Subsidiary

Annexure-6: List of facilities/instruments and FSRs

As required by SEBI Circular dated February 10, 2026, to Credit Rating Agencies (CRAs), the list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is disclosed below:

Sr. No.	Facilities/Instruments Name	Regulator of the Instruments[2]
1.	Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities)	SEBI
2.	Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities)	MCA
3.	Listed PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	SEBI
4.	Listed PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	SEBI
5.	Unlisted PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	RBI
6.	Listed Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
7.	Unlisted Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
8.	Loan Facilities (Fund / Non-Fund Based) From Banks / NBFCs / NHB / FIs ^	RBI
9.	External Commercial Borrowings and Other Similar Borrowings	RBI
10.	Certificates of Deposit	RBI
11.	Fixed Deposits Raised by Banks, NBFCs, HFCs, FIs	RBI
12.	Fixed Deposits Raised by Corporates Other Than Banks, NBFCs, HFCs, FIs	MCA
13.	Inter Corporate Deposits / Loans Extended by Corporates	MCA
14.	Borrowing Programme ~	-
15.	Issuer Ratings #	-
16.	Credit Ratings for Capital Protection Oriented Schemes (By Mutal Funds and AIFs)	SEBI
17.	Credit Quality Ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18.	Listed Security Receipts	SEBI
19.	Unlisted Security Receipts	RBI
20.	Independent Credit Evaluation (ICE)	RBI
21.	Expected Loss Ratings (For Loan Facilities (Fund / Non-Fund Based) from Banks / NBFCs / NHB / FIs)	RBI
22.	Expected Loss Ratings (Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities))	SEBI
23.	Expected Loss Ratings (Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities))	MCA
24.	Unlisted PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), among others. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon

[2]SEBI: Securities and Exchange Board of India; RBI: Reserve Bank of India; MCA: Ministry of Corporate Affairs; IRDAI: Insurance Regulatory and Development Authority of India; PFRDA: Pension Fund Regulatory and Development Authority

issuance. In the press releases subsequent to issuance(s), CareEdge Ratings shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

@ These ratings were assigned in regulatory regime prior to introduction of SEBI CRA Circular dated February 10, 2026 and the investor side regulators have accordingly been included.

Note: For facilities / instruments falling under the purview of FSRs other than SEBI, the grievance / dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

Note on complexity levels of rated instruments: CareEdge Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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