December 08, 2023

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400001

Dear Sir/Madam,

Sub: Press Release on Credit Rating Upgradation to 'CARE A+ with Stable Outlook' from 'CARE A with Stable Outlook' of Veritas Finance India Limited ("the Company") by CARE Ratings Limited

In furtherance to the intimation dated December 01, 2023, on upgradation of the Credit Ratings of the Company, please find enclosed herewith the Press Release including the rationale on the credit rating upgradation to '**CARE A+ with Stable Outlook'** from 'CARE A with Stable Outlook' of the long-term bank facilities and non-convertible debentures of the Company and reaffirmation of short-term bank facilities and commercial paper at '**CARE A1+**' by CARE Ratings Limited, pursuant to Regulation 51, 55, read with Schedule III of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, and other applicable regulations from time to time .

Kindly find below the weblink to access the same:

https://www.careratings.com/search?Id=TwCvNx9AEEoHqPdvGJCb/w==

Thanking you,

For Veritas Finance Private Limited,

ARUNA VENKATESAN Digitally signed by ARUNA VENKATESAN Date: 2023.12.08 14:34:52 +05'30'

V. Aruna
Company Secretary & Compliance Officer
M. No.: A60078

Encl: as above

Veritas Finance Private Limited

December 07, 2023

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long-term bank facilities	3,270.00	CARE A+; Stable	Revised from CARE A; Stable
Short-term bank facilities	35.00	CARE A1+	Reaffirmed
Non-convertible debentures-VII	620.00	CARE A+; Stable	Revised from CARE A; Stable
Commercial paper	150.00	CARE A1+	Reaffirmed

Details of instruments/facilities in Annexure-1

Rationale and key rating drivers

The revision in the ratings assigned to the bank facilities and debt instruments of Veritas Finance Private Limited (Veritas) factors in the infusion of fresh equity of ₹492 crore during H1FY24 (refers to the period April 01 to March 31) which improved the tangible net worth to ₹2,139 crore as on September 30, 2023. The revision in the ratings also factors in the improvement in asset under management (AUM) from ₹2,187 crore as on March 31, 2022 to ₹4,483 crore as on September 30, 2023.

The ratings continue to factor in the experience of the promoter and the senior management team in the lending business, healthy profitability levels, the commensurate in-house processes, risk management and management information systems (MIS), along with the strong liquidity position.

The ratings are, however, constrained by the limited seasoning of its portfolio and the geographical concentration amid the efforts taken for diversification. The ratings are also constrained by the presence in the micro, small and medium enterprises (MSME) segment, which is relatively risky, and the moderately-diversified resource profile. However, the ratings also take note of the improvement in the asset quality indicators during FY23 and H1FY24.

Rating sensitivities - Factors likely to lead to rating actions

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

- Significant increase in the scale of operations with sustainable profitability and improvement in asset quality on a sustained basis.

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

- Weakening of the asset quality parameters, with gross non-performing assets (GNPA) of above 4% on a sustained basis.
- Weakening of the capital adequacy levels, with overall gearing above 3x on a sustained basis.
- Weakening of the liquidity profile.

Analytical approach: Standalone

[1]Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Outlook: Stable

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

Detailed description of the key rating drivers

Key strengths

Experienced promoter and senior management team

VFPL is promoted by D Arulmany, who is currently its Managing Director and Chief Executive Officer (CEO). He has an overall experience of more than 25 years, most of which is in the financial services industry. He has held various positions in companies under the Murugappa group and has also worked as the CEO of an affordable housing finance company. He is assisted by an experienced senior management team, the majority of whom were closely associated with him in earlier organisations and have significant experience in the lending business. The day-to-day operations are managed by the senior management team and are supervised by the board comprising seven directors, including the managing director, three independent directors and four nominee directors. In addition, there are two board observers, from Lok Capital and Norwest Venture Partners.

Commensurate in-house processes and MIS systems

Veritas is engaged in the lending to the MSME segment, which is generally secured by collateral and lends for a tenure of up to 15 years with a ticket size ranging to a maximum ₹50 lakh, as against larger non-banking financial companies (NBFCs) and banks, which lend at a higher ticket size. Veritas' target segment consists of MSME enterprises, where the business is on a cash-and-carry basis, especially in the rural and semi-urban areas. The company has a defined credit policy, which is drafted based on the experience and knowledge of the target customer segment gathered in the past. The company has introduced a risk-based pricing model, thus enabling an efficient pricing mechanism. The loan-to-value (LTV) ratio of less than 50% of the distressed value arrived by the company gives it a considerable cushion, in case of any delinquencies. Also, the company considers up to 55% (income to instalment ratio) of the net income of the borrower (considering other loan repayments) for repayment of the loan obligation. Veritas has its in-house team covering all the facets – business sourcing, credit, technical, legal, collection, and recovery. The selection of customers runs through several levels of checks, including the sales team along with the credit team visiting the business premises of the customer for income assessment, LTV assessment, KYC norms, etc. All the appraisals, including income assessment and property valuation, are done at the branch level by the credit officer, legal and technical teams. The reports are sent to the head office for final approval. The collections are done through post-dated cheques (PDC)/automatic clearing house (ACH) payments/direct debit mandate (DDM), and through digital payment modes. Depending upon the vintage of the loan, the sales manager or the collection officers hold the responsibility of following up with the customers to recover the loans in case of delays. Veritas uses third-party vendor software for its MIS systems, which has been used by public sector undertaking (PSU) banks and leading NBFCs. This system provides solutions for the business – from loan origination up to NPA management. This system enables the automation of the entire processes, thereby improving efficiency. This software runs on high-end servers stored in the data centre with adequate safeguards for back-up, disaster recovery, and business continuity built-in. Veritas has also established a dedicated and centralised back-office team. The MIS systems and the in-house process are commensurate with the current operations of the company.

Comfortable capitalisation levels further supported by capital raise in H1FY24

Veritas has raised ₹492 crore of fresh equity in H1FY24. It has been able to attract equity from various investors since inception at regular intervals to support its growth plans and it has raised ₹1,693 crore since inception (₹31 crore in FY16, ₹120 crore in FY18, ₹260 crore in FY19, ₹350 crore in FY20 ,₹440 crore in FY22 and ₹492 crore in H1FY24).

The total capital adequacy ratio (CAR) and Tier-I CAR has improved and stood at 47.16% and 46.99%, respectively, as on September 30, 2023 as against 45.00% and 44.67%, respectively, as on March 31, 2023, which is higher than the regulatory requirements of 15.00% and 10.00%, respectively. With higher cash and cash equivalents held by the company, the overall gearing stood at 1.57x as on March 31, 2023, as against 0.87x as on March 31, 2022. The gearing as on September 30, 2023, improved to 1.50x with the capital raise during H1FY24. The recent Reserve Bank of India (RBI) circular on the risk weighted assets of consumer loans has an impact on the risk weighted assets of the NBFCs and risk weighted assets for the banks lending to NBFCs. The CRAR will moderate by 7.73% as an impact of the circular. However, the company has healthy capitalisation levels and sufficient cushion in the margins.

CARE Ratings Limited (CARE Ratings) expects the current capitalisation to be sufficient to achieve the envisaged growth in the medium term, with gearing levels remaining comfortable below 3x.

Improvement in the scale of operations with significant increase in AUM

In the last five years, Veritas has grown at a compounded annual growth rate (CAGR) of 60%. The company's growth was impacted in FY21 and H1FY22, with low disbursements on account of COVID-19-induced pandemic. However, since H2FY22, the disbursements have improved, with improvement in the macro-economic scenario. In FY23, disbursement has witnessed further improvement and the total disbursement stood at ₹2,245 crore during FY23 as against ₹1,188 crore during FY22. The disbursement for H1FY24 was ₹1,609 crore. The AUM grew from ₹2,187 crore as on March 31, 2022 to ₹4,483 crore as on September 30, 2023.

Small business loans /MSME Loans continue to comprise majority proportion of AUM with 73% as on March 31, 2023 (80% as on March 31, 2022). The working capital loan has grown by 182% from ₹122 crore in FY22 to ₹344 crore in FY23 and is now contributing 10% of the AUM as on March 31, 2023 (PY: 6%). LAP – C loan product witnessed a growth of 67% (Y-o-Y) and comprises 14% of AUM as on March 31, 2023 (PY: 14% as on March 31, 2022). The company expanded into home loan product during Q3FY23. The disbursement under home loan vertical during H2FY23 stood at around ₹96 crore and the same constitutes around 3% of AUM.

As on September 30, 2023, share of small business loans (SBL)/ MSME, LAP-C , WCL and home loans stood at 66%, 14%, 11% and 9%, respectively.

The company operates on Hub-Spoke model, i.e., Area office (Hub) and Branch (Spoke). Hub Branch caters to all towns in and around the district up to 50-km radius and Spokes cater to their town and nearby towns in 25-km radius.

The company has increased its employees and branches from 2,727 and 229 as on March 31, 2022 to 4,432 and 287 as on March 31, 2023, respectively, to support the envisioned growth plans for the next few years. The company has further increased the number of employees and branches to 5,933 employees and 356 branches as on September 30, 2023.

Healthy profitability levels

The company has been reporting return on total assets (ROTA) of more than 3% over past 2 years ended March 31, 2022. Furthermore, ROTA has now improved to 5.7% during FY23 (3.2% in FY22), supported by reduced credit cost and improved margins. Supported by growth in advances, improvement in the yields and reduction in the cost of funds, the net interest margin (NIM) improved to 15.7% in FY23 from 12.6% during FY22. The operating expenses increased to 7.5% in FY23 from 6.4% in FY22 on account of increase in the employee cost. The company has hired people for collections, resulting in increase in the operational expenses and has also started new product, i.e., home loan, which has also added to the cost. With improvement in the NIM, the pre-provisioning operating profit improved to ₹280 crore in FY23 from ₹161 crore in FY22. With improved asset quality, credit cost as a percentage of total assets has reduced to 1.5% in FY23 (PY: 2.5%). During FY23, Veritas reported a profit of ₹176 crore as against a profit of ₹75 crore during FY22.

NIM moderated to 13.37% in H1FY24 with moderation in yields with change in the product mix. Opex increased to 7.70% in H1FY24 with increase in the number of branches. Credit cost increased to 1.71% in H1FY24. With moderation in NIM and increase in Opex and credit costs, ROTA slightly moderated to 4.28% in H1FY24.

Nevertheless, it is critical for Veritas to contain its operating and credit costs from a profitability perspective. CARE Ratings expects profitability to remain healthy in the near term with credit costs expected to remain under control going forward.

Improvement in asset quality during FY23 and H1FY24

During FY22, post the impact of the second wave of COVID-19 and the implementation of the new IRACP norms by the company effective from November 12, 2021, the GNPA (as per the new IRACP norms) moderated to 6.88% as on December 31, 2021, and subsequently improved to 3.94% as on March 31, 2022, with increased collection efforts and partly due to write-offs during FY22. During FY23, with focused collections and lower slippages, GNPA improved and stood at 2.19% as on March 31, 2023. The slippage ratio has improved to 4.20% in FY23 from 13.98% in FY22. GNPA stood at 2.09% as on September 30, 2023.

The company's 0+ DPD and 60+ DPD improved from 9.1% and 4.2%, respectively, as on March 31, 2022, to 4.5% and 2.4%, respectively, as on March 31, 2023. The write-off stood at ₹44 crore in FY23 as against ₹43 crore in FY22. 0+ DPD and 60+ DPD stood at 4.6% and 2.3%, respectively, as on September 30, 2023.

The restructured book stood at ₹57.65 crore, i.e., around 1.6% of the loan portfolio as on March 31, 2023. The company has also disbursed a top-up loan, which stood at ₹14.78 crore as on March 31, 2023. The Emergency Credit Line Guarantee Scheme (ECLGS) book stood at ₹7.71 crore as on March 31, 2023. The gross stressed assets (GNPA + standard restructured assets + ECLGS), as a percentage of the gross loan portfolio, stood at 3.44% as on March 31, 2023 as against 7.33% as on March 31, 2022. The gross stressed assets stood at 1.08% as on September 30, 2023.

The portfolio of Veritas has limited seasoning since the company commenced lending operations in October 2015. As on March 31, 2023, 59% (PY: 50 %) of the portfolio has a seasoning of less than one year, while 25% (PY: 19%) of the portfolio has a vintage of one to two years.

With the revival of the economy and the expected growth of the company, it is critical for the company to maintain asset quality. However, with changes in the operational strategies and collection efforts of the company, CARE Ratings expects the asset quality to remain intact in the near term. With strong capital adequacy levels, higher lending rates, and good pre-provision operating profit, Veritas is better placed to absorb relatively higher credit costs, if need arises.

Key weaknesses

Geographical concentration of the portfolio wherein diversification is under progress

Veritas started its operations in Tamil Nadu during FY16 and entered various states, namely, Karnataka and West Bengal during FY17; Puducherry and Odisha during FY18; Andhra Pradesh, Telangana, and Madhya Pradesh during FY19; Jharkhand during FY20; and Bihar and Chhattisgarh during H1FY24. The share of the top state (Tamil Nadu) continues to remain at 41% as on March 31, 2023 (PY: 39%) and 43% as on September 30, 2023. Furthermore, the share of the top three states has reduced from 70% as on March 31, 2022, to 68% as on March 31, 2023 (68% as on September 30, 2023). As on March 31, 2023, the top 10 branches constitute 10% (PY: 11%) of the total loan book. As on March 31, 2023, Veritas operates in nine states/UTs across 287 branches (229 branches in nine states/UT as on March 31, 2022). As on September 30, 2023, Veritas has 356 branches across 11 states/UTs. CARE Ratings expects the concentration of the top state and top three states to remain over the medium term.

Modest credit profile of borrower segment – presence in MSME segment

Veritas is primarily lending towards the un-organised MSME segment in the rural and semi-urban areas and lends small ticket loans ticket size ranging from ₹30,000 to ₹50 lakh, with majority of the loans in the range of ₹2-5 lakh. The borrowers are mostly not serviced by the formal channels of credit due to absence of proper income documents and are vulnerable to income shocks and economic downturns. However, the management team's knowledge on this target customer segment provides comfort and the risk is mitigated to an extent as most of the secured loans are backed by mortgage of self-occupied residential property. CARE Ratings expects the company to remain focused in this segment, as there is potential to grow its business in this segment.

Moderately diversified resource profile

The share of bank borrowings – term loans (TL), working capital demand loans (WCDL)– stood at 84% as on March 31, 2023, as against 81% as on March 31, 2022. The share of term loans from NBFC/FIs stood at 7% as on March 31, 2023, as against 9% as on March 31, 2022. The share of NCDs from foreign investors stood at 6% and from mutual funds stood at 1% as on March 31, 2023 (11% and 5%, respectively, as on March 31, 2021). The company has also raised funds via securitisation in FY23; the share of borrowings from securitisation stood at 2% as on March 31, 2023.

With an increase in borrowings from banks, the weighted average cost of borrowings improved from 10.01% as on March 31, 2022, to 9.85% as on March 31, 2023. Going forward, the ability of the company to diversify its funding profile and raise funds at competitive interest rates from varied sources will remain critical from the liquidity and profitability perspectives of Veritas. Also, matching the tenor of the borrowings with the loan portfolio remains a key factor over the long term. The company started raising commercial papers (CPs) from October 2022 and currently has NIL outstanding for CP as on March 31, 2023.

The share of bank borrowings – term loans (TL) and working capital demand loan (WCDL) stood at 83% as on September 30, 2023. The share of term loans from NBFC/financial institutions (FIs) stood at 5% as on September 30, 2023. The share of NCDs from foreign investors stood at 5% and from mutual funds stood at 1% as on September 30, 2023. The share of borrowings from securitisation and CP stood at 4% and 2%, respectively, as on

September 30, 2023. Going forward, it is critical for the company to diversify its resources profile as the scale increases.

Industry prospects

The financiers who provide loans to MSME units generally tend to rely on the assessment of the estimated (surrogate) cash flows and offer loans at high yields secured MSME loans with collateral security (property, machinery, etc) and a longer tenure may have the time for eventual recovery and may be more immune to economic shocks compared to the unsecured ones. Post the COVID-19 pandemic, there was significant improvement in growth and profitability for the sector. Sustainability of the same remains to be seen.

Liquidity: Strong

The company has cash and cash equivalents of ₹973 crore (includes ₹184 crore invested in mutual fund) as on September 30, 2023. The asset and liability management (ALM) profile of Veritas remains comfortable, with no cumulative mismatches in any of the time buckets up to one year as on September 30, 2023, and the total debt obligation (principal alone) less than the one-year bucket stood at ₹988 crore. In addition, the company also has un-availed lines of credit aggregating to ₹322 crore (including working capital limits of ₹107 crore) as on September 30, 2023.

Applicable criteria

Policy on default recognition
Financial Ratios - Financial Sector
Rating Outlook and Credit Watch
Short Term Instruments
Non Banking Financial Companies
Policy on Withdrawal of Ratings

About the company and industry

Industry classification

Macro-economic Indicator	Sector	Industry	Basic Industry
Financial services	Financial services	Finance	Non-banking financial company (NBFC)

Incorporated on April 30, 2015, Veritas is a non-deposit taking NBFC (loan company), registered with RBI, and promoted by D. Arulmany. Veritas lends to the borrowers engaged in the MSME sector with limited access to formal financial services. The company operates at 287 branches in 151 districts (PY: 229 branches and 130 districts) as on March 31, 2023, across nine states/UT which includes Tamil Nadu, Puducherry, West Bengal, Madhya Pradesh, Telangana, Orissa, Andhra Pradesh, Karnataka and Jharkhand. Veritas has a loan portfolio of ₹3,534 crore as on March 31, 2023 (₹2,187 crore as on March 31, 2022). The company operates through 356 branches across 11 states and UTs as on September 30, 2023. The company has started operations in Bihar and Chhattisgarh during H1FY24.
The company operates on Hub-Spoke model, i.e., Area office (Hub) and Branch (Spoke). The Hub Branch caters to all towns in and around the district up to 50 Km radius and Spokes cater to their as well as nearby towns in 25 Km radius.

Veritas offers four products such as MSME Small Business Loan (MSME), working capital loan (WCL), MSME Home construction loan (LAP-C) and home loans.

The company has divided the product segments under three heads – MSME Rural (MSME, LAP-C), MSME Urban (WCL) and Home loans (HL).

WCL is an unsecured product and the frequency of collections is on a weekly basis. MSME loans/ Small business loans (SBL) are offered for business purposes and is a secured loan product, for a ticket size of ₹1 lakh to ₹50 lakh and for tenure of up to 5 years. LAP-C/Home construction loan is given for the purpose of home construction or home improvement or shop construction for a tenor of upto 15 years, for a ticket size of ₹5 lakh to ₹25 lakh. Home loans are given for the purpose of purchase or self-construction with a ticket size in the range of ₹5 lakh to ₹50 lakh and for a tenor of upto 15 years.

As on March 31, 2023, MSME, LAP-C, and WCL stood at 73%, 14%, and 10%, respectively, as against 80%, 14%, 6%, respectively, as on March 31, 2022. Home loans comprise around 3% of portfolio as on March 31, 2023. As on September 30, 2023, MSME, LAP-C , WCL and home loans stood at 66%, 14%, 11% and 9%, respectively.

As on September 30, 2023, on a fully diluted basis, the promoter, D Arulmany and his relatives held 11.49% (13.88% as on March 31, 2023), Norwest Venture Partners X held 21.38% (23.27% as on March 31, 2023), British International Investments (formerly CDC group PLC) held 10.23% (16.80% as on March 31, 2023), Kedaara capital fund II LLP held 14.94% (16.26% as on March 31, 2023), Lok Capital held 8.00% (11.31% as on March 31, 2023), Evolvence India Fund held 2.29% (2.49% as on March 31, 2023), Growth Catalyst Partners LLC held 0.83% (0.91% as on March 31, 2023), Caspian Impact Investment Advisers Private Limited held 0.19% (0.58% as on March 31, 2023), employees and relatives held 4.02% (3.35% as on March 31, 2023); Multiples PE fund and associates held 16.08%, while Avendus Future leaders funds held 2.30%. 1.82% (3.49% as on March 31, 2023) as ESOP & Warrants and the remaining was held by individual shareholders, employees and their relatives.

Brief Financials (Rs. crore)	31-03-2022 (A)	31-03-2023(A)	30-09-2023(UA)
	Ind-AS	Ind-AS	6m, Ind-AS
Total operating income	444	682	493
PAT	75	176	102
Interest coverage (times)	1.78	2.36	2.00
Total assets	2,618	4,115	5,457
Net NPA (%)	2.34	1.26	1.19
ROTA (%)	3.2	5.7	4.28

A: Audited UA: Unaudited; Note: 'the above results are latest financial results available'

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating history for last three years: Please refer Annexure-2

Covenants of rated instrument / facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Commercial paper-Commercial paper (Standalone)	INE448U14030	12-Sep-23	-	12-Dec-23	50	CARE A1+
	INE448U14048	18-Oct-23	-	28-Dec-23	25	
	Proposed	-	-		75	
Fund-based-Long term	-	-	-	July 2030	3270	CARE A+; Stable
Fund-based-Short term	-	-	-	-	35	CARE A1+
Non-convertible debenture- VII	INE448U07190	24-Mar-21	10.58	24-Sep-24	25	CARE A+; Stable
	INE448U07208	23-Jun-22	10.35	23-Jun-28	150	CARE A+; Stable
	Proposed	-	-	-	445	CARE A+; Stable

Annexure-2: Rating history for the 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 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021
1	Fund-based-Long term	LT	3270.00	CARE A+; Stable	1)CARE A; Stable (29-Sep-23) 2)CARE A; Stable (22-Jun-23)	1)CARE A; Stable (24-Feb-23) 2)CARE A; Stable (06-Dec-22) 3)CARE A; Stable (26-Oct-22) 4)CARE A; Stable (09-Jun-22) 5)CARE A; Stable (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (13-Jul-20) 2)CARE A-; Stable (06-Jul-20)
2	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (06-Jul-20)
3	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (06-Jul-20)
4	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (26-Oct-22) 2)CARE A; Stable (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (06-Jul-20)
5	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (26-Oct-22) 2)CARE A; Stable (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (06-Jul-20)

6	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (13-Jul-20)
7	Debentures-Non-convertible debentures	LT	-	-	-	1)Withdrawn (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	1)CARE A-; Stable (20-Oct-20)
8	Debentures-Non-convertible debentures	LT	620.00	CARE A+; Stable	1)CARE A; Stable (29-Sep-23) 2)CARE A; Stable (22-Jun-23)	1)CARE A; Stable (24-Feb-23) 2)CARE A; Stable (06-Dec-22) 3)CARE A; Stable (26-Oct-22) 4)CARE A; Stable (01-Jun-22)	1)CARE A-; Stable (04-Jun-21)	-
9	Commercial paper-Commercial paper (Standalone)	ST	150.00	CARE A1+	1)CARE A1+ (29-Sep-23) 2)CARE A1+ (22-Jun-23)	1)CARE A1+ (24-Feb-23) 2)CARE A1+ (06-Dec-22) 3)CARE A1+ (26-Oct-22)	-	-
10	Fund-based-Short term	ST	35.00	CARE A1+	1)CARE A1+ (29-Sep-23) 2)CARE A1+ (22-Jun-23)	1)CARE A1+ (24-Feb-23) 2)CARE A1+ (06-Dec-22) 3)CARE A1+ (26-Oct-22)	-	-

*Long term/Short term.

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities : NA

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Commercial paper-Commercial paper (Standalone)	Simple
2	Debentures-Non-convertible debentures	Complex
3	Fund-based-Long term	Simple
4	Fund-based-Short term	Simple

Annexure-5: Lender details

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

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

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

For the detailed Rationale Report and subscription information, please visit www.careedge.in