



Ghar Ki Baat

May 1, 2020

The BSE Limited,  
Listing Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

National Stock Exchange of India Limited,  
Listing Department  
“Exchange Plaza”  
Bandra Kurla Complex,  
Bandra (E), Mumbai – 400 051

Scrip Code: 540173

Symbol: PNBHOUSING

Dear Sirs,

**Sub: Revision in Outlook for Bank borrowings, NCDs and Fixed Deposits by CRISIL**

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that Credit Rating Agency, CRISIL has re-affirmed the credit rating of Bank Borrowing and NCDs at AA and Fixed Deposits at AA+. The rating agency has however revised the Outlook from ‘Stable’ to ‘Negative’. The rating on short term non-convertible debentures is reaffirmed at A1+.

As per CRISIL;

*The current outlook revision reflects the delay in the capital raise and the impeding financial flexibility due to the sharp drop in share price to raise the earlier stated quantum of around Rs 1500-1700 crores. The company also faces heightened risk of slippages in the wholesale book due to Covid-19 linked lockdown, weak economic activity and its implications on real estate segment.*

*The ratings also factors in the brand-sharing benefits that PNB Housing derives from its parentage of Punjab National Bank (PNB, rated: 'CRISIL AA+/CRISIL AA-/Watch Developing'), its largest shareholder.*

*On the liability side, the Reserve Bank of India (RBI) announced regulatory measures under the Covid-19 Regulatory Package, whereby lenders were permitted to grant moratorium on bank loans. However, PNB Housing has not applied for moratorium from any of its lenders. From a funding perspective, even amidst the current challenging environment with lenders exercising caution in increasing exposures, CRISIL notes that PNB Housing has managed to raise over Rs 33,000 crores since April 2019 till December 31, 2019. More pertinently, they have raised through diversified routes including bank loans, non-convertible debenture, refinance from NHB, external commercial borrowings and retail fixed deposits. As on April 3, 2020, the company had debt repayments of Rs 7249 crore till June 2020 against which it has cash and cash equivalents of Rs 6670 crore and sanctioned and unutilised bank lines and securitization lines of Rs 6115 crore.*

The Press release of CRISIL dated April 30, 2020 containing rationale and key rating drivers is enclosed herewith. This is for your information and records.

Thanking You,

For PNB Housing Finance Limited

Sanjay Jain  
Company Secretary & Head Compliance

Regd. Office: 9<sup>th</sup> Floor, Antriksh Bhavan, 22 Kasturba Gandhi Marg, New Delhi – 110 001

Phone: 011 – 23736857, E-mail: [loans@pnbhfl.com](mailto:loans@pnbhfl.com), Website: [www.pnbhfl.com](http://www.pnbhfl.com)

CIN: L65922DL1988PLC033856

## Rating Rationale

April 30, 2020 | Mumbai

## PNB Housing Finance Limited

Rating outlook revised to 'Negative', ratings reaffirmed

## Rating Action

Total Bank Loan Facilities Rated	Rs.4000 Crore
Long Term Rating	CRISIL AA/Negative (Outlook revised from 'Stable' and rating reaffirmed)
Lower Tier II Bonds Aggregating Rs.400 Crore	CRISIL AA/Negative (Outlook revised from 'Stable' and rating reaffirmed)
Lower Tier II Bonds Aggregating Rs.500 Crore	CRISIL AA/Negative (Outlook revised from 'Stable' and rating reaffirmed)
Non-Convertible Debentures Aggregating Rs.5700 Crore <sup>^</sup>	CRISIL AA/Negative (Outlook revised from 'Stable' and rating reaffirmed)
Rs.20000 Crore Fixed Deposits Programme	FAA+/Negative (Outlook revised from 'Stable' and rating reaffirmed)
Short Term Non-Convertible Debentures Aggregating Rs.500 Crore	CRISIL A1+ (Reaffirmed)
Rs.26000 Crore Commercial Paper Programme	CRISIL A1+ (Reaffirmed)

1 crore = 10 million

Refer to annexure for Details of Instruments &amp; Bank Facilities

<sup>^</sup>Including Rs.1100 crore, previously classified as bonds

## Detailed Rationale

CRISIL has revised its rating outlook on the long-term debt instruments, bank facilities and fixed deposit programme of PNB Housing Finance Limited (PNB Housing) to **'Negative'** from Stable while reaffirming the rating at **'CRISIL AA/FAA+'**. The rating on the commercial paper (CP) issue and the short-term non-convertible debentures has been reaffirmed at **'CRISIL A1+'**.

Earlier in February 2020, the long term ratings were downgraded owing to lower than expected equity raise and thereby lower than anticipated correction in gearing metrics and weakening of asset quality metrics due to slippages from some large developer accounts in the wholesale loan portfolio. However, the outlook was revised to stable on account of PNB Housing's fund raising ability remaining intact, comfortable liquidity position and recalibration of growth strategy which would ensure that, post equity raise, the leverage metrics and capital adequacy levels remained under control.

The current outlook revision reflects the delay in the capital raise and the impeding financial flexibility due to the sharp drop in share price to raise the earlier stated quantum of around Rs 1500-1700 crores. The company also faces heightened risk of slippages in the wholesale book due to Covid-19 linked lockdown, weak economic activity and its implications on real estate segment.

To reduce leverage, the company had earlier planned to raise around Rs 2000 crore of equity by March 2020. However, the equity raise was subsequently lowered to Rs 1700 crore as key shareholder, Punjab National Bank (PNB; rated 'CRISIL AA+/CRISIL AA-/Watch Developing') intended to hold a minimum of 26% stake in the company. However, in the last 2 months the market capitalisation of the company has fallen by around 50% and stood at around Rs 3400 crore as on date, impeding the financial flexibility to raise additional equity. CRISIL believes that PNB's continued association as promoter along with sharing of brand name benefits PNB Housing in a confidence-sensitive environment for NBFCs and HFCs. However, their current inability to participate in any equity raise will constrain quantum of funds raised and in turn growth rates as the company intends to focus on keeping leverage under control. Any change in the articulation and/or quantum of equity raise by the company is a key monitorable.

In terms of asset quality, the company's gross non-performing asset (GNPA) ratio deteriorated to 1.75% as on December 31, 2019 compared to 0.48% as on March 31, 2019. With the lockdown imposition, the asset quality metrics could witness some slippages going forward. Self-employed professionals account for around 37% of the company's assets under management as of December 31, 2019. The non-regular income pattern and lack of financial flexibility of these borrowers may lead to higher delinquencies. Additionally, the wholesale accounts too, with impact on the business and expectations of lower sales in the near to medium term, could witness heightened stress and thereby lead to elevated slippages. Further, as of December 31, 2019, around 65% of the wholesale portfolio was under moratorium with staggered repayments. While the company follows sound credit appraisal and risk management practices, has adequate collateral cover for its wholesale loans, and has also built strong recovery capabilities, asset quality in the past for the wholesale portfolio was also supported by an active refinance market, particularly for the real estate loans. However, with the slowdown in the real estate sector and incipient stress for developers, ability to get timely refinance/exits and recovery from some of these exposures and maintain asset quality metrics is a key monitorable.

In terms of business, the assets under management (AUM) for PNB Housing had grown at a CAGR of around 45% from fiscal 2016 to fiscal 2019 (36% year on year) reaching Rs 84,722 crore as on March 31, 2019. For nine months ended fiscal 2020, AUM growth has slowed down to an annualised growth of 2.5% reaching Rs 86,297 crore. In line with the cautious stance adopted by the company, the wholesale segment has degrown in the first nine months of fiscal 2020, consequently, leading to an increase in the share of retail portfolio. Share of individual housing loans to the AUM stands at 59% as on December 31, 2019, while share of the wholesale portfolio is at 18%. The share of wholesale book is expected to reduce gradually over the medium term as company's stated objective is to only grow in the retail segment.

The ratings also factors in the brand-sharing benefits that PNB Housing derives from its parentage of Punjab National Bank (PNB, rated: 'CRISIL AA+/CRISIL AA-/Watch Developing'), its largest shareholder.

The nationwide lockdown (originally till April 14, 2020) declared by the Government of India to contain the spread of the Novel Coronavirus (Covid-19) will have near-term impact on disbursements and collections of companies. The lockdown is now extended till May 3, 2020, and there is high likelihood that eventual lifting of restrictions will be in a phased manner. Any delay in return to normalcy will put further pressure on

collections and asset quality metrics of non-banking financial companies (NBFCs). Additionally, any change in the behaviour of borrowers on payment discipline can affect delinquency levels.

On the liability side, the Reserve Bank of India (RBI) announced regulatory measures under the Covid-19 Regulatory Package, whereby lenders were permitted to grant moratorium on bank loans. However, PNB Housing has not applied for moratorium from any of its lenders.

From a funding perspective, even amidst the current challenging environment with lenders exercising caution in increasing exposures, CRISIL notes that PNB Housing has managed to raise over Rs 33,000 crores since April 2019 till December 31, 2019. More pertinently, they have raised through diversified routes including bank loans, non-convertible debenture, refinance from NHB, external commercial borrowings and retail fixed deposits. As on April 3, 2020, the company had debt repayments of Rs 7249 crore till June 2020 against which it has cash and cash equivalents of Rs 6670 crore and sanctioned and unutilised bank lines and securitization lines of Rs 6115 crore.

#### **Analytical Approach**

CRISIL has fully consolidated the business and financial risk profile of PNB Housing and its subsidiary given the managerial, operational and financial linkages. The ratings also factor in the brand-sharing benefits from the parentage of PNB.

*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:**

##### **\* Established market position in the housing finance space**

The assets under management (AUM) for PNB Housing had grown at a CAGR of around 45% from fiscal 2016 to fiscal 2019 (36% year on year) reaching Rs 84,722 crore as on March 31, 2019. For nine months ended fiscal 2020, advances growth slowed down to an annualized growth of 2.5% reaching Rs 86,297 crore. In line with the cautious stance adopted by the company, the wholesale segment has degrown in the first nine months of fiscal 2020, consequently, leading to an increase in the share of retail portfolio. Consequently, share of individual housing loans to the AUM has moved to 59% as on December 31, 2019 while share of the wholesale portfolio reduced to 18%. As on December 31, 2019, the AUM comprised of retail housing loans (59%), retail loan against property (LAP; 19%), retail non-residential property loan (NRPL; 4%), construction finance (12%), corporate term loan (CTL; 4%) and lease rental discounting (LRD; 2%). In terms of geography, it is well diversified across India; with western, northern and southern India contributing 41%, 30% and 29%, respectively, as on December 31, 2019. However, amidst the current environment, with caution around the wholesale portfolio, the company intends to reduce the share of the same going forward and is taking steps towards this direction with a stated objective to only grow in the retail segment.

##### **\* Well-diversified resource profile**

PNB Housing has maintained a healthy resource profile with better-than-peer cost of borrowings supported by its long-standing relationships with banks, insurance companies, provident funds, corporates and pension funds, multilateral agencies (IFC and ADB) and mutual funds. The company has a diversified funding profile, with an adequate mix of retail and wholesale borrowings. A significant proportion of its funding is long-term to match the long tenure of its loan portfolio. The company has increased its focus on raising fixed deposits after December 2011; the share of fixed deposits in total borrowings stood at around 23% as on December 31, 2019. While the share of fixed deposits had earlier reduced from 27% as on March 31, 2016, this was due to a conscious decision by the company given the relatively higher cost of deposits. With the funding environment remaining challenging, PNB Housing now intends to focus on resource diversification and tapping the fixed deposits option. On a steady state basis, the share of granular fixed deposits to overall borrowings is expected to be around 23-25%.

Adding to the diversity in its resource profile, company has adequate proportion of capital market funding, with bonds and non-convertible debentures comprising 22% of total resources as on December 31, 2019. Other funding sources include banks borrowings (23%), refinance from NHB (7%), commercial paper (3%), and external commercial borrowings (6%) and direct assignment (19%) and deposits (20%). Even amidst the current environment, with lenders exercising caution in increasing exposures, PNB Housing has managed to raise over Rs 33,000 crores since April 2019 till December 31, 2019. More pertinently, they have raised through diversified routes including bank loans, non-convertible debenture, refinance from NHB, external commercial borrowings and retail fixed deposits. Borrowing costs have risen only marginally for PNB Housing as compared to other non-banks. Nevertheless, the increase has been moderate with the company's borrowing cost (based on yearly average) reaching around 8.3-8.4% for nine months ended fiscal 2020 compared to 8.2% for the fiscal 2019.

##### **\* Brand-sharing benefits from the parentage of PNB**

PNB Housing continues to benefit from branding support from its parent, PNB (32.65% ownership currently). While the latter's stake has reduced from 51% following the IPO and the stake sale in November 2017, CRISIL believes PNB will remain amongst the largest shareholders of PNB Housing in the near term. CRISIL has noted that Punjab National Bank (PNB), the single largest shareholder with 32.65% stake, intends to hold a minimum of 26% stake in PNB Housing; but, they are not likely to immediately take part in the current equity raise. CRISIL believes that PNB's continued association as promoter along with sharing of brand name benefits PNB Housing in a confidence-sensitive environment for NBFCs and HFCs. PNB Housing is being managed by an independent management team, comprising professionals with strong domain knowledge and extensive experience in the mortgage business.

##### **Weaknesses:**

##### **\* Moderate capitalisation**

PNB Housing last raised equity capital of around Rs 3000 crores in fiscal 2017 during the initial public offering (IPO), post which the on-book gearing improved to 6.4 times as on March 31, 2017 from 12.4 times as of March 31, 2016 (CRISIL-adjusted gearing including off book improved to 6.9 times as on March 31, 2017 from 12.4 times as on March 31, 2016. Off book assets entirely comprises of securitised portfolio sold via direct assignment route without any partial credit guarantee). Since then company's on-book gearing has moved to 8.4 times as on December 31, 2019 (adjusted gearing including off book of 10.4 times).

To reduce leverage, the company had earlier planned to raise around Rs 2000 crore of equity by March 2020. However, the equity raise was subsequently lowered to Rs 1700 crore as key shareholder, Punjab National Bank (PNB; rated 'CRISIL AA+/CRISIL AA-/Watch Developing') intended to hold a minimum of 26% stake in the company. However, in the last 2 months the market capitalisation of the company has fallen by around 50% and stood at around Rs 3400 crore as on date, impeding the financial flexibility to raise additional equity. CRISIL believes that PNB's continued association as promoter along with sharing of brand name benefits PNB Housing in a confidence-sensitive environment for NBFCs and HFCs. However, their inability to participate in any equity raise will constrain quantum of funds raised and in turn growth rates as the company intends to focus on keeping leverage under control. Any change in the articulation and/or quantum of equity raise by the company is a key monitorable.

Further, the capital adequacy metrics have improved with Tier 1 and overall capital adequacy ratio at around 14.09% and 17.06% respectively as on December 31, 2019 compared to 11.00% and 13.98% as on March 31, 2019. The networth coverage for net non-performing assets remains adequate at 10 times as on December 31, 2019. Further, CRISIL notes that the management now intends to recalibrate their growth strategy keeping in mind the capital availability and also increase the share of retail book due to challenges in the wholesale book. This will ensure that, post equity raise, the leverage metrics and capital adequacy levels remain under control.

##### **\* Susceptibility to asset quality risks arising from the wholesale book**

In terms of asset quality, the company's gross non-performing asset (GNPA) ratio deteriorated to 1.75% as on December 31, 2019 compared to

0.48% as on March 31, 2019. With the lockdown imposition, the asset quality metrics could witness some slippages going forward. Self-employed professionals account for around 37% of the company's assets under management as of December 31, 2019. The non-regular income pattern and lack of financial flexibility of these borrowers may lead to higher delinquencies. Additionally, the wholesale accounts too, with impact on the business and expectations of lower sales in the near to medium term, could witness heightened stress and thereby lead to elevated slippages. Further, as of December 31, 2019, around 65% of the wholesale portfolio was under moratorium with staggered repayments. While the company follows sound credit appraisal and risk management practices, has adequate collateral cover for its wholesale loans, and has also built strong recovery capabilities, asset quality in the past for the wholesale portfolio was also supported by an active refinance market, particularly for the real estate loans. However, with the slowdown in the real estate sector and incipient stress for developers, ability to get timely refinance/exits and recovery from some of these exposures and maintain asset quality metrics is a key monitorable.

#### \* Average profitability

PNB Housing has average earnings profile. The return on total managed assets (RoMA; PAT by Total Assets + Securitisation) stood at 1.23% (annualized) for the first nine months ended December 31, 2019 (1.46% for fiscal 2019 same as last year). NIMs have compressed over the years mainly on account intensifying competition from banks and higher cost of borrowing. For nine months ended fiscal 2020, Net interest margins (NIMs; total income - interest expense by yearly average of total managed assets including off book) stood at 2.67% compared to 2.86% for fiscal 2019. NIMs are expected to be maintained at similar levels as the company increases their exposure towards the self-employed segment which would provide higher yields. However, improvement in NIMs going forward would hinge upon the company's ability to lower its cost of funds as it reduces the share of wholesale portfolio leading to a higher share of the low yielding retail asset classes.

Over the past five fiscals, operating costs for PNB Housing have remained high owing to investments in infrastructure, systems and processes and people to support its strong growth plans, and increase in provisions (mainly for standard assets) and maintenance of excess liquidity to overcome with current challenging volatile market. With the new branches and investments in technology achieving scale, the same is expected to improve its operating costs which would support the earnings profile.

Credit costs have inched up to around 0.69% in the first nine months of fiscal 2020 compared to 0.23% for fiscal 2019. The increase in credit cost can be attributed to additional provisions made on potential stressed accounts. Also, with the benefit of reduction in corporate tax, additional provision was made as steady state in the first half of fiscal 2020. Nevertheless the consistency in credit costs remains a key monitorable. Hence, the ability of the company to manage asset quality going ahead specifically in the wholesale segment, will be a key determinant of profitability going ahead.

#### Liquidity Strong

PNB Housing's asset-liability maturity profile is strong. The company has positive cumulative gaps in the upto 1 year bucket (excluding lines of credit) largely helped by high on-balance sheet liquidity. As on April 3, 2020, the company had debt repayments of Rs 7249 crore till June 2020 against this it has cash and cash equivalents of Rs 6670 crore and sanctioned and unutilised bank lines and securitization lines of Rs 6115 crore.

#### Outlook: Negative

The Negative outlook reflects the delay in the capital raise and the impeding financial flexibility due to the sharp drop in share price to raise the earlier stated quantum of around Rs 1500-1700 crores. The company also faces heightened risk of slippages in the wholesale book due to Covid-19 linked lockdown, weak economic activity and its implications on real estate segment.

#### Rating Sensitivity Factors

##### Upward Factors

\*Capitalisation metrics improving with CRISIL-adjusted gearing reducing to below 7 times accompanied with overall capital adequacy remaining above 18%

\*Improvement in asset quality metrics for wholesale book and improvement in earnings profile

##### Downward Factors

\*Deterioration in asset quality over an extended period, thereby also impacting profitability

\*Weakening of capitalisation metrics with steady state CRISIL-adjusted gearing remaining beyond 9 times

\*Delay in raising capital thereby impacting capitalisation metrics.

#### About the Company

PNB Housing was set up in 1988, as a deposit-taking housing finance company (HFC) registered with National Housing Bank (NHB), promoted by Punjab National Bank (PNB; rated 'CRISIL AA+/CRISIL AA-/Watch Developing'). In December 2009, PNB sold 49% stake in PNB Housing and entered into a strategic partnership with Destimoney Enterprises Pvt Ltd (owned by NSR Partners). During fiscal 2017, Destimoney Enterprises Ltd transferred equity shares in PNB Housing to its holding Company i.e. Quality Investments Holdings (part of the Carlyle Group) pursuant to in specie distribution of its assets as per winding up scheme.

#### Key Financial Indicators

Particulars	Unit	Dec-19	Mar-19	Mar-18
Total assets	Rs.Crore	81686	83869	63014
Total income	Rs.Crore	6538	7683	5489
Profit after tax	Rs.Crore	888	1192	841
Gross NPA	%	1.75	0.48	0.33
Adjusted gearing (including direct assignment)	Times	10.4	11.0	9.1
Gearing	Times	8.37	9.6	8.3
Return on total managed assets*	%	1.23	1.46	1.47

\*PAT by Total Assets + Securitisation

**Any other information:** Not applicable

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

CRISIL complexity levels are assigned to various types of financial instruments. The CRISIL complexity levels are available on [www.crisil.com/complexity-levels](http://www.crisil.com/complexity-levels). Users are advised to refer to the CRISIL complexity levels for instruments that they consider for investment. 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)	Rating Outstanding with Outlook
N.A	Short term Debentures	N.A	N.A	7-365 days	500	CRISIL A1+
INE572E09080	Debenture	16-Jan-08	9.20%	16-Jan-21	30	CRISIL AA/Negative
INE572E09098	Debenture	16-Jan-08	9.20%	16-Jan-22	30	CRISIL AA/Negative

INE572E09106	Debenture	16-Jan-08	9.20%	16-Jan-23	30	CRISIL AA/Negative
INE572E09148	Debenture	26-Jul-11	9.50%	26-Jul-21	200	CRISIL AA/Negative
INE572E09155	Debenture	12-Sep-11	9.55%	12-Sep-21	200	CRISIL AA/Negative
INE572E09163	Debenture	29-Jun-12	9.25%	29-Jun-22	300	CRISIL AA/Negative
INE572E09171	Debenture	14-Sep-12	9.15%	14-Sep-22	200	CRISIL AA/Negative
INE572E09189	Debenture	21-Dec-12	9.00%	21-Dec-22	200	CRISIL AA/Negative
INE572E09197	Tier II Bonds	21-Dec-12	9.10%	21-Dec-22	200	CRISIL AA/Negative
INE572E09205	Debenture	16-May-13	8.58%	16-May-23	600	CRISIL AA/Negative
INE572E09239	Debenture	31-Jan-14	9.48%	31-Jan-24	300	CRISIL AA/Negative
INE572E09262	Tier II Bonds	24-Nov-14	8.70%	24-Nov-24	200	CRISIL AA/Negative
NA	Debenture^	NA	NA	NA	1650.3	CRISIL AA/Negative
INE572E09627	Debenture	7-Jan-2019	9.40%	5-Jan-2029	24.7	CRISIL AA/Negative
INE572E09627	Debenture	24-Jan-2019	9.40%	5-Jan-2029	15	CRISIL AA/Negative
INE572E07050	Debenture	28-Feb-2019	8.77%	28-May-2020	235	CRISIL AA/Negative
NA	Tier II Bonds^	NA	NA	NA	100	CRISIL AA/Negative
NA	Tier II Bonds^	NA	NA	NA	400	CRISIL AA/Negative
NA	Fixed Deposit Programme	NA	NA	NA	20000	FAA+/Negative
N.A	Commercial Paper Programme	N.A	N.A	7-365 days	26000	CRISIL A1+
N.A	Term Loan-1#	N.A	N.A	1-Jul-19	1198	CRISIL AA/Negative
N.A	Proposed Long-Term Bank Loan Facility	N.A	N.A	NA	2802	CRISIL AA/Negative

^Yet to be issued

#Details awaited

**Annexure - List of Entities Consolidated**

Entity Consolidated	Extent of Consolidation	Rationale for Consolidation
PHFL Home Loans and Services Ltd.	Full	Subsidiary

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

Instrument	Type	Current		2020 (History)		2019		2018		2017		Start of 2017
		Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
Bond	LT							19-02-18	CRISIL AA+/Stable	19-09-17	CRISIL AA+/Stable	CRISIL AA+/Negative
										12-07-17	CRISIL AA+/Stable	
Commercial Paper	ST	26000.00	CRISIL A1+	21-02-20	CRISIL A1+	23-09-19	CRISIL A1+	13-07-18	CRISIL A1+	19-09-17	CRISIL A1+	CRISIL A1+
						26-07-19	CRISIL A1+	05-06-18	CRISIL A1+	12-07-17	CRISIL A1+	
						05-04-19	CRISIL A1+	19-02-18	CRISIL A1+			
						04-03-19	CRISIL A1+					
Fixed Deposits	FD	20000.00	FAA+/Negative	21-02-20	FAA+/Stable	23-09-19	FAAA/Negative	13-07-18	FAAA/Stable	19-09-17	FAAA/Stable	FAAA/Negative
						26-07-19	FAAA/Negative	05-06-18	FAAA/Stable	12-07-17	FAAA/Stable	
						05-04-19	FAAA/Stable	19-02-18	FAAA/Stable			
						04-03-19	FAAA/Stable					
Lower Tier II Bonds	LT	900.00 30-04-20	CRISIL AA/Negative	21-02-20	CRISIL AA/Stable	23-09-19	CRISIL AA+/Negative	13-07-18	CRISIL AA+/Stable	19-09-17	CRISIL AA+/Stable	CRISIL AA+/Negative
						26-07-19	CRISIL AA+/Negative	05-06-18	CRISIL AA+/Stable	12-07-17	CRISIL AA+/Stable	
						05-04-19	CRISIL AA+/Stable	19-02-18	CRISIL AA+/Stable			
						04-03-19	CRISIL AA+/Stable					
Non Convertible Debentures	LT	4015.00 30-04-20	CRISIL AA/Negative	21-02-20	CRISIL AA/Stable	23-09-19	CRISIL AA+/Negative	13-07-18	CRISIL AA+/Stable	19-09-17	CRISIL AA+/Stable	CRISIL AA+/Negative
						26-07-19	CRISIL AA+/Negative	05-06-18	CRISIL AA+/Stable	12-07-17	CRISIL AA+/Stable	
						05-04-19	CRISIL AA+/Stable	19-02-18	CRISIL AA+/Stable			
						04-03-19	CRISIL AA+/Stable					
Short Term Non Convertible Debenture	LT					23-09-19	CRISIL AA+/Negative	--	--	--	--	
Short Term Non Convertible Debenture	ST		CRISIL A1+	21-02-20	CRISIL A1+		--	--	--	--	--	
Fund-based Bank Facilities	LT/ST	4000.00	CRISIL AA/Negative	21-02-20	CRISIL AA/Stable	23-09-19	CRISIL AA+/Negative	13-07-18	CRISIL AA+/Stable	19-09-17	CRISIL AA+/Stable	CRISIL AA+/Negative
						26-07-19	CRISIL AA+/Negative	05-06-18	CRISIL AA+/Stable	12-07-17	CRISIL AA+/Stable	
						05-04-19	CRISIL AA+/Stable	19-02-18	CRISIL AA+/Stable			

All amounts are in Rs.Cr.

**Annexure - Details of various bank facilities**

Current facilities			Previous facilities		
Facility	Amount (Rs.Crore)	Rating	Facility	Amount (Rs.Crore)	Rating
Long Term Loan	1198	CRISIL AA/Negative	Long Term Loan	1198	CRISIL AA/Stable
Proposed Long Term Bank Loan Facility	2802	CRISIL AA/Negative	Proposed Long Term Bank Loan Facility	2802	CRISIL AA/Stable
<b>Total</b>	<b>4000</b>	<b>--</b>	<b>Total</b>	<b>4000</b>	<b>--</b>

**Links to related criteria**[CRISILs Bank Loan Ratings - process, scale and default recognition](#)[Rating Criteria for Finance Companies](#)[CRISILs Criteria for Consolidation](#)[CRISILs Criteria for rating short term debt](#)[Criteria for Notching up Stand Alone Ratings of Companies based on Parent Support](#)**For further information contact:**

Media Relations	Analytical Contacts	Customer Service Helpdesk
<b>Saman Khan</b> Media Relations <b>CRISIL Limited</b> D: +91 22 3342 3895 B: +91 22 3342 3000 <a href="mailto:saman.khan@crisil.com">saman.khan@crisil.com</a>	<b>Krishnan Sitaraman</b> Senior Director - CRISIL Ratings <b>CRISIL Limited</b> D: +91 22 3342 8070 <a href="mailto:krishnan.sitaraman@crisil.com">krishnan.sitaraman@crisil.com</a>	Timings: 10.00 am to 7.00 pm Toll free Number: 1800 267 1301  For a copy of Rationales / Rating Reports: <a href="mailto:CRISILratingdesk@crisil.com">CRISILratingdesk@crisil.com</a>
<b>Naireen Ahmed</b> Media Relations <b>CRISIL Limited</b> D: +91 22 3342 1818 B: +91 22 3342 3000 <a href="mailto:naireen.ahmed@crisil.com">naireen.ahmed@crisil.com</a>	<b>Ajit Velonie</b> Director - CRISIL Ratings <b>CRISIL Limited</b> D: +91 22 4097 8209 <a href="mailto:ajit.velonie@crisil.com">ajit.velonie@crisil.com</a>	For Analytical queries: <a href="mailto:ratingsinvestordesk@crisil.com">ratingsinvestordesk@crisil.com</a>
	<b>Kunal Mehra</b> Rating Analyst - CRISIL Ratings <b>CRISIL Limited</b> D: +91 22 3342 3292 <a href="mailto:Kunal.Mehra@crisil.com">Kunal.Mehra@crisil.com</a>	

**Note for Media:**

This rating rationale is transmitted to you for the sole purpose of dissemination through your newspaper / magazine / agency. The rating rationale may be used by you in full or in part without changing the meaning or context thereof but with due credit to CRISIL. However, CRISIL alone has the sole right of distribution (whether directly or indirectly) of its rationales for consideration or otherwise through any media including websites, portals etc.

**About CRISIL Limited**

CRISIL is a leading agile and innovative, global analytics company driven by its mission of making markets function better. We are India's foremost provider of ratings, data, research, analytics and solutions. A strong track record of growth, culture of innovation and global footprint sets us apart. We have delivered independent opinions, actionable insights, and efficient solutions to over 1,00,000 customers.

We are majority owned by S&P Global Inc., a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide.

For more information, visit [www.crisil.com](http://www.crisil.com)

Connect with us: [TWITTER](#) | [LINKEDIN](#) | [YOUTUBE](#) | [FACEBOOK](#)

**About CRISIL Ratings**

CRISIL Ratings is part of CRISIL Limited ("CRISIL"). We pioneered the concept of credit rating in India in 1987. CRISIL is registered in India as a credit rating agency with the Securities and Exchange Board of India ("SEBI"). With a tradition of independence, analytical rigour and innovation, CRISIL sets the standards in the credit rating business. We rate the entire range of debt instruments, such as, bank loans, certificates of deposit, commercial paper, non-convertible / convertible / partially convertible bonds and debentures, perpetual bonds, bank hybrid capital instruments, asset-backed and mortgage-backed securities, partial guarantees and other structured debt instruments. We have rated over 24,500 large and mid-scale corporates and financial institutions. CRISIL has also instituted several innovations in India in the rating business, including rating municipal bonds, partially guaranteed instruments and microfinance institutions. We also pioneered a globally unique rating service for Micro, Small and Medium Enterprises (MSMEs) and significantly extended the accessibility to rating services to a wider market. Over 1,10,000 MSMEs have been rated by us.

**CRISIL PRIVACY**

CRISIL respects your privacy. We may use your contact information, such as your name, address, and email id to fulfil your request and service your account and to provide you with additional information from CRISIL. For further information on CRISIL's privacy policy please visit [www.crisil.com](http://www.crisil.com).

**DISCLAIMER**

This disclaimer forms part of and applies to each credit rating report and/or credit rating rationale that we provide (each a "Report"). For the avoidance of doubt, the term "Report" includes the information, ratings and other content forming part of the Report. The Report is intended for the jurisdiction of India only. This Report does not constitute an offer of services. Without limiting the generality of the foregoing, nothing in the Report is to be construed as CRISIL providing or intending to provide any services in jurisdictions where CRISIL does not have the necessary licenses and/or registration to carry out its business activities referred to above. Access or use of this Report does not create a client relationship between CRISIL and the user.

We are not aware that any user intends to rely on the Report or of the manner in which a user intends to use the Report. In preparing our Report we have not taken into consideration the objectives or particular needs of any particular user. It is made abundantly clear that the Report is not intended to and does not constitute an investment advice. The Report is not an offer to sell or an offer to purchase or subscribe for any investment in any securities, instruments, facilities or solicitation of any kind or otherwise enter into any deal or transaction with the entity to which the Report pertains. The Report should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in the US).

Ratings from CRISIL Rating are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold, or sell any securities / instruments or to make any investment decisions. Any opinions expressed here are in good faith, are subject to change without notice, and are only current as of the stated date of their issue. CRISIL assumes no obligation to update its opinions following publication in any form or format although CRISIL may disseminate its opinions and analysis. CRISIL rating contained in the Report is not a substitute for the skill, judgment and experience of the user, its management, employees, advisors and/or clients when making investment or other business decisions. The recipients of the Report should rely on their own judgment and take their own professional advice before acting on the Report in any way. CRISIL or its associates may have other commercial transactions with the company/entity.

Neither CRISIL nor its affiliates, third party providers, as well as their directors, officers, shareholders, employees or agents (collectively, "CRISIL Parties") guarantee the accuracy, completeness or adequacy of the Report, and no CRISIL Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Report. EACH CRISIL PARTY DISCLAIMS ANY AND ALL EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY, SUITABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. In no event shall any CRISIL Party be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Report even if advised of the possibility of such damages.

CRISIL Ratings may receive compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of the instruments, facilities, securities or from obligors. CRISIL's public ratings and analysis as are required to be disclosed under the regulations of the Securities and Exchange Board of India (and other applicable regulations, if any) are made available on its web sites, [www.crisil.com](http://www.crisil.com) (free of charge). Reports with more detail and additional information may be available for subscription at a fee – more details about CRISIL ratings are available here: [www.crisilratings.com](http://www.crisilratings.com).

CRISIL and its affiliates do not act as a fiduciary. While CRISIL has obtained information from sources it believes to be reliable, CRISIL does not perform an audit and undertakes no duty of due diligence or independent verification of any information it receives and / or relies in its Reports. CRISIL keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of CRISIL may have information that is not available to other CRISIL business units. CRISIL has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. CRISIL has in place a ratings code of conduct and policies for analytical firewalls and for managing conflict of interest. For details please refer to: <https://www.crisil.com/en/home/our-businesses/ratings/regulatory-disclosures/highlighted-policies.html>

CRISIL's rating criteria are generally available without charge to the public on the CRISIL public web site, [www.crisil.com](http://www.crisil.com). For latest rating information on any instrument of any company rated by CRISIL you may contact CRISIL RATING DESK at [CRISILratingdesk@crisil.com](mailto:CRISILratingdesk@crisil.com), or at (0091) 1800 267 1301.

This Report should not be reproduced or redistributed to any other person or in any form without a prior written consent of CRISIL.

All rights reserved @ CRISIL