

## STRUCTURED FINANCE

**Securitisation volumes for Q1 FY2025 remain flat YoY; rising securitisation by banks likely to boost volumes in coming quarters**

**JULY 2024**





[Click to see full report](#)

*The overall securitisation volumes, originated mainly by financial institutions, stood at ~Rs. 44,000 crore in Q1 FY2025.*

*The increase in participation by banks as originators is anticipated to boost volumes in the coming quarters of FY2025.*



The overall securitisation volumes, originated mainly by financial institutions, stood at ~Rs. 44,000 crore in Q1 FY2025, a reduction of 22% over Q1 FY2024 because of the exit of the largest originator. Excluding the same, the securitisation volumes remained largely flat on a YoY basis.



Given the strong credit demand and increased reliance on securitisation, ICRA expects securitisation volumes to be about Rs. 2.0-2.1 lakh crore for FY2025.



The share of pass-through certificates (PTCs) remained at ~56% of the market for Q1 FY2025, in line with trends seen in FY2024.



In Q1 FY2025, although vehicle loans dominated the securitisation space, housing loans/ loans against property (HL/ LAP) regained some of their lost share.



HL/ LAP and microfinance (MF) entities securitise pools primarily through the Direct Assignment (DA) route, while vehicle loans do this through the PTC route.



ICRA's rating upgrades have been largely driven by the build-up in credit enhancement in the transactions following the amortisation of the pools. Downgrades have been limited mainly due to issuer-specific issues.



# ICRA Analytical Contact Details

Name	Designation	Email	Contact Number
Abhishek Dafria	Senior Vice-President & Group Head	<a href="mailto:abhishek.dafria@icraindia.com">abhishek.dafria@icraindia.com</a>	022 - 6114 3440
Sachin Joglekar	Vice-President & Co-Group Head	<a href="mailto:sachin.joglekar@icraindia.com">sachin.joglekar@icraindia.com</a>	022 - 6114 3470
Himanshi Doshi	Assistant Vice-President & Sector Head	<a href="mailto:himanshi.doshi@icraindia.com">himanshi.doshi@icraindia.com</a>	022 - 6114 3410
Sumit Pramanik	Assistant Vice-President & Sector Head	<a href="mailto:sumit.pramanik@icraindia.com">sumit.pramanik@icraindia.com</a>	022 - 6114 3462





ICRA

# Business Development/Media Contact Details

Name	Designation	Email	Contact Number
L Shivakumar	Chief Business Officer	<a href="mailto:shivakumar@icraindia.com">shivakumar@icraindia.com</a>	022-61693304
Neha Agarwal	Head – Research Sales	<a href="mailto:neha.agarwal@icraindia.com">neha.agarwal@icraindia.com</a>	022-61693338
Rohit Gupta	Head Business Development – Infrastructure Sector	<a href="mailto:rohitg@icraindia.com">rohitg@icraindia.com</a>	0124-4545340
Vivek Bhalla	Head Business Development – Financial Sector	<a href="mailto:vivek.bhalla@icraindia.com">vivek.bhalla@icraindia.com</a>	022-61693372
Vinita Baid	Head Business Development – Corporate Sector - West & East	<a href="mailto:vinita.baid@icraindia.com">vinita.baid@icraindia.com</a>	033-71501131
Shivam Bhatia	Head Business Development – Corporate Sector - North & South	<a href="mailto:shivam.bhatia@icraindia.com">shivam.bhatia@icraindia.com</a>	0124-4545803
Naznin Prodhani	Head - Group Corporate Communications & Media Relations	<a href="mailto:communications@icraindia.com">communications@icraindia.com</a>	0124-4545860





***© Copyright, 2024 ICRA Limited. All Rights Reserved.***

All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies, while publishing or otherwise disseminating other reports may have presented data, analyses and/or opinions that may be inconsistent with the data, analyses and/or opinions in this publication. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.



ICRA

**Thank You!**