

February 18, 2025

Muthoot Finance Limited: Ratings reaffirmed; rated amount enhanced

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Non-convertible debenture programme (public placement)	9,046.66	9,046.66	[ICRAAA+ (Stable) ; Reaffirmed
	365.43	0.00	[ICRA]AA+(Stable); Reaffirmed and withdrawn
Non-convertible debenture programme	20,915.00	20,915.00	[ICRA]AA+(Stable); Reaffirmed
	0.00	7,500.00	[ICRA]AA+(Stable); Assigned
Long-term/Short-term – Fund-based/ Non-fund based bank facilities	44,515.00 [#]	50,515.00 ^{##}	[ICRA]AA+(Stable)/ [ICRA]A1+; Reaffirmed and assigned for enhanced amount
Subordinated debt programme	218.72	218.72	[ICRA]AA+(Stable); Reaffirmed
	31.78	0.00	[ICRA]AA+(Stable); Reaffirmed and withdrawn
Commercial paper programme	7,000.00	7,000.00	[ICRA]A1+; Reaffirmed
Total	82,092.59	95,195.38	

*Instrument details are provided in Annexure I

Includes an interchangeable limit of Rs. 5,607.00 crore between long term and short term limits, and an unallocated limit of Rs.5,009.36 crore

Includes an interchangeable limit of Rs. 5,557.00 crore between long term and short term limits, and an unallocated limit of Rs.4,486.00 crore

Rationale

The ratings factor in Muthoot Finance Limited's (MFL) financial risk profile, characterised by its comfortable capitalization and healthy earnings profile, notwithstanding the increasing competitive pressure in the gold loan segment in recent years. MFL's gold loan book has more than doubled over the last five years to Rs. 86164 crore as of September 2024 and accounted for about 83% of its consolidated loan portfolio. The segment reported a growth of 28% YoY as of September 2024 vis-à-vis the consolidated loan portfolio growth of 31%. The ratings continue to consider MFL's long track record and leadership position in the gold loan segment, its established franchise with a pan-India branch network, and its efficient internal control and monitoring systems. MFL's ability to raise funds from diverse sources and the short-term nature of gold loans result in a strong liquidity profile.

The gold loan segment recorded a gross stage 3 (GS3) of 4.3% as of September 2024 (increased from 4.0% as of September 2023), as the company provided additional time to delinquent borrowers for making repayments, given the adequate loan-to-value (LTV) ratios. The gold loan auctions undertaken in H1 FY2025 and FY2024 stood at Rs. 319 crore and Rs. 892 crore vis-à-vis Rs. 2,203 crore and Rs. 5,211 crore in FY2023 and FY2022 respectively. The average loan portfolio LTV stood at 63% as of September 2024 as well as March 2024 (63% as of March 2023), supported by higher gold prices. ICRA noted that MFL has discontinued cash disbursements of more than Rs. 20,000 in the gold loan segment (from May 2024), in line with the regulatory direction. Incrementally, RBI's observation on various irregular practices in the gold loan business, in general, and the possible regulatory actions on the segment shall remain a monitorable.

ICRA also takes note of the performance of the non-gold loan segments, which have a relatively lower vintage; a sustained good quality growth and earnings performance of these segments would remain monitorable. The non-gold loan asset segments, namely microfinance (9.2% of the consolidated loan assets under management (AUM) as of September 2024), affordable housing (2.4%) and vehicle finance (2.2%), recorded gross stage 3 (GS3) of 3.5%, 1.6% and 2.1%, respectively. In the near term, the microfinance industry is experiencing a significant rise in delinquencies, largely on account of borrower overleveraging apart from adverse climatic conditions, attrition at the field level and other regional factors which has impacted

loan collections. Given this, the performance of the microfinance segment for MFL's consolidated operations would be monitorable in the near term.

ICRA expects the consolidated earnings performance to remain healthy at 4.0-5.0% over the medium term, as gold loans continue to account for 80-85% of the overall lending portfolio. Moreover, recoveries from gold loan overdues are expected to be good, which would keep the credit costs under control. Managing the net interest margin (NIM), going forward, in an increasing interest rate and competitive business environment, would be monitorable. MFL's capitalisation profile, characterised by a consolidated managed gearing of 3.1 times as of September 2024, increased from 2.7 times as of March 2024 and 2.6 times as of March 2023 (2.9-3.5 times during FY2018-FY2022), would remain comfortable over the medium term, supported by healthy accruals and moderate growth expectations.

ICRA takes note of the geographical concentration of the branches and the loan book in South India. South India accounts for 59% of MFL's gold loan branches, contributing about 47% to the gold loan book. A demonstrated track record in the non-gold segments and a steady improvement in geographical diversity would be key, going forward, from a rating perspective.

ICRA has also reaffirmed and withdrawn the long-term rating on the Rs. 365.43-crore non-convertible debentures and Rs.31.78-crore subordinated debentures in accordance with its policy on the withdrawal of credit ratings as the instruments have matured and have been fully repaid.

The Stable outlook factors in ICRA's expectation that MFL will continue to benefit from its established operational track record in the gold loan business, which is projected to account for 80-85% of the consolidated loan AUM over the medium term, and the comfortable overall financial risk profile from a rating perspective.

Key rating drivers and their description

Credit strengths

Established franchise and leadership position in gold loan segment – MFL has a track record of more than two decades in the gold loan business and is India's largest gold loan focused NBFC with a total portfolio of Rs. 90,197 crore (of which 96% is gold loan) as of September 2024; the portfolio grew by 31% on a YoY basis. The consolidated loan portfolio stood at Rs. 1,04,149 crore as of September 2024 compared to Rs. 79,493 crore in September 2023, of which gold, microfinance, housing and vehicle accounted for 82.7%, 9.2%, 2.4% and 2.2%, respectively.

As of September 2024, MFL had an extensive pan-India network of 4,855 branches; 59% of its branches are in South India, where it has an established franchise. The strong brand value of Muthoot, its experienced promoters and senior management team, and its efficient internal controls and audit systems are expected to support the overall business growth going forward.

Healthy earnings performance, notwithstanding moderation due to significant competitive pressure in recent years – The company's consolidated net profitability (profit after tax/average managed assets; PAT/AMA) declined to 4.7% in H1 FY2025 from 5.0% in FY2024 (4.6% in FY2023) due to higher credit cost at 1.5% in H1 FY2025 from 0.6% in FY2024 due to higher write-offs in the micro finance book and incremental provisions on account of deterioration in the asset quality of non-gold loans. Nevertheless, the earnings performance continues to be supported by the low credit costs (less than 1% over the last 10 years and an average of 0.5%) in the gold loan business. ICRA expects net profitability to remain at 4.0-5.0% over the medium term.

MFL's profitability is supported by healthy margins due to better yields despite increasing borrowing cost. Overall, profitability has been on a moderating trend over the longer term, reducing from 6.1% in FY2021 (5.5% in FY2022), notwithstanding the reduction in on-balance sheet liquidity.

The share of higher ticket loans (> Rs. 3 lakh), which generally have lower yields and face higher competitive intensity, increased over the last few years and stood at 32% as of September 2024 (29% as of March 2024). The operating cost ratio has inched up over the last two years and stood at 3.4% in H1 FY2025 and 3.5% in FY2024 because of higher business promotion costs and employee cost.

MFL's (standalone) net profitability was 5.0% in H1 FY2025 and 5.1% in FY2024. The annualised return on average net worth (standalone) was 18.6% in H1 FY2025 and 17.9% in FY2024.

Capitalisation to remain comfortable over the medium term – MFL has a comfortable capitalisation profile with a standalone gearing of 2.8 times as of September 2024 and 2.4 times as of March 2024, aided by good internal generation. Its standalone net worth was Rs. 25,683.8 crore as of September 2024 and Rs. 24,290.3 crore as of March 2024. The consolidated managed gearing stood at 3.1 times as of September 2024 and 2.7 times as of March 2024. The company is expected to be comfortably placed to meet the medium-term capital requirements of its subsidiaries without affecting its own capital structure. ICRA expects MFL's consolidated managed gearing to remain below 4.0 times over the medium term.

Credit challenges

Performance of non-gold segments to remain monitorable; sizeable share of gold loans would support overall portfolio quality – MFL's standalone loan portfolio majorly consists of gold loans contributing to 96%, and remaining is largely unsecured loans in the form of personal loans and business loans. It has diversified its exposure via its subsidiaries, namely Belstar Microfinance Limited (Belstar; microfinance), Muthoot Homefin (India) Limited (MHL; affordable housing) and Muthoot Money Limited (MML; gold Loan & vehicle finance). At present, the consolidated loan portfolio is concentrated towards gold loans, comprising 82.7% of the loan book while microfinance, affordable housing and vehicle finance accounted for 9.2%, 2.4% and 2.2%, respectively, as of September 2024. The loan books of Belstar, MHL and MML grew by 22%, 51% and 259%, respectively, on a YoY basis as of September 2024. The GS3 for the subsidiary companies, viz., Belstar, MHL and MML, stood at 3.5%, 1.6% and 2.1%, respectively as of September 2024 against 1.5%, 4.0% and 1.8%, respectively, as of September 2023. Belstar's recent performance has been impacted by the industry level disruptions because of the unsecured nature of the microfinance business.

MFL's GS3 also slightly deteriorated to 4.3% as of September 2024 from 4.0% as of September 2023 (3.3% as of March 2024 and 3.8% as of March 2023). ICRA notes the company's track record in containing credit costs in the gold segment and achieving recoveries in auctions where it typically recovers the principal and a sizeable share of the accrued interest on such loans. ICRA takes note of the sizeable gold loan auctions undertaken by MFL in FY2023 and FY2022, largely on account of the loans originating when gold prices were high and there were Covid-19 pandemic-related defaults. The gold loan auctions undertaken in H1 FY2025, FY2024 and FY2023 stood at Rs. 319 crore, Rs. 892 crore and Rs. 2,203 crore, respectively, vis-à-vis Rs. 5,211 crore in FY2022. The weighted average portfolio loan-to-value (LTV) which stood at 63% as of September 2024 and March 2024, supported by higher gold prices.

ICRA expects MFL's asset quality in the gold loan segment, which accounts for the bulk of the consolidated loan AUM, to remain under control with low credit costs. The overall asset quality and credit costs are expected to remain under control as the subsidiaries are expected to account for 15-20% of the consolidated loan portfolio over the medium term. MFL's ability to profitably grow its non-gold loan businesses while maintaining good asset quality would be crucial over the medium-to-long term, considering the unsecured nature of some of these businesses and the higher inherent risks in these segments compared to gold loans.

Operations concentrated in South India – MFL's operations are largely concentrated in South India, which constituted 59% of its total branch network and 47% of its total loan portfolio as of September 2024. ICRA, however, notes that the share of the loan portfolio in South India has reduced from 57% in March 2015. Geographical diversification is expected to improve steadily over the medium to long term with an improvement in the scale of the gold loan portfolio and the stabilisation of the performance of the non-gold loan asset segments.

Environmental and social risks

Environmental considerations: Given the service-oriented business of MFL, its direct exposure to environmental risks/material physical climate risks is not significant. Lending institutions can be exposed to environmental risks indirectly through their

portfolio of loan assets, though such risks are not material for MFL as its lending operations primarily encompass gold loans. Nevertheless, there is increasing interest from policymakers towards identifying the exposure of financing companies to carbon emissions through their financing activities. This process is, however, in an early stage and ICRA expects any adverse implications to manifest only over a longer time horizon, giving financing companies adequate time to adapt and minimise the credit implications.

Social considerations: With regard to social risks, data security and customer privacy are among the key sources of vulnerability for lending institutions as material lapses could be detrimental to their reputation and invite regulatory censure. MFL has not faced any significant lapses in this regard. It serves the financing needs of a relatively underserved category of borrowers, which supports social inclusion and economic development.

Liquidity position: Strong

MFL had cash and liquid investments of Rs. 7,191 crore and undrawn bank lines of Rs. 1,670 crore as of December 2024, with a repayment obligation (excluding interest) of Rs. 12,834 crore between January 2025 and March 2025. A sizeable portion of the repayments (Rs. 7,676 crore) comprises cash credit/short-term loans from banks, which are expected to be rolled over, while the term loan, NCD and CP repayments are Rs. 2,948 crore, Rs. 537 crore and Rs. 1,673 crore, respectively, during the above-mentioned period. The short-term nature of gold loans provides support to the company’s liquidity profile.

MFL has a fairly diversified funding profile with bank/financial institution (FI) loans constituting 57% of its total borrowings as of September 2024, followed by non-convertible debentures (NCDs; 27%), external commercial borrowings (ECBs; 9%) and commercial papers (6%).

Rating sensitivities

Positive factors – Maintaining comfortable asset quality and capitalisation over the medium to long term will be a positive. A track record of good performance in the non-gold segments and improvement in geographical diversity would also positively impact the rating.

Negative factors – An increase in the share of the unsecured asset segment to more than 15% or significant weakening in the asset quality, thereby impacting the earnings, would have a negative impact. The increase in MFL’s consolidated gearing beyond 4.5 times on a sustained basis would also negatively impact the ratings.

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	ICRA Rating Methodology for Non-banking Finance Companies Policy on withdrawal of Credit Ratings
Parent/Group support	Not applicable
Consolidation/Standalone	To arrive at the ratings, ICRA has considered the consolidated financials of the Muthoot Finance Group. The consolidated financials of the Group include seven subsidiaries as listed in Annexure II

About the company

Muthoot Finance Limited (MFL) is the flagship company of the Kerala-based business house, The Muthoot Group, which has diversified operations in financial services, healthcare, education and hospitality. MFL was incorporated in 1997 and is India's largest gold loan focused NBFC with total loan assets (standalone) of Rs. 90,197 crore and 4,855 branches as of September 2024. The company derives a major portion of its business from South India (47% of the total gold loan portfolio as of September 2024), where gold loans have traditionally been accepted as a means of availing short-term credit, although it has increased its presence beyond South India over the last several decades .

MFL reported a standalone net profit of Rs. 4,050 crore on an asset base of Rs. 85,028 crore in FY2024 against a net profit of Rs. 3,474 crore on an asset base of Rs. 72,620 crore in FY2023. In H1 FY2025, the company has reported a net profit of Rs.2,330 crore on an asset base of Rs. 1,00,518 crore. The consolidated loan portfolio stood at Rs. 1,04,149 crore as of September 2024 compared to Rs. 89,079 crore as of March 2024 (Rs. 71,497 crore as of March 2023), with gold, microfinance, housing and vehicle accounting for 83%, 9%, 2% and 2%, respectively.

Key financial indicators (audited)

Muthoot Finance Limited	Standalone			Consolidated		
	FY2023	FY2024	H1FY2025	FY2023	FY2024	H1FY2025
Total income	10,531	12,694	7,725	11,975	15,163	9,450
Profit after tax	3,474	4,050	2,330	3,670	4,468	2,517
Total managed assets	72,620	85,028	100,518	81,979	98,259	114,323
Return on managed assets	4.9%	5.1%	5.0%	4.6%	5.0%	4.7%
Managed gearing (times)^	2.4	2.4	2.8	2.6	2.7	3.1
Gross stage 3	3.8%	3.3%	4.3%	-	-	-
CRAR	31.8%	30.4%	27.0%	-	-	-

Source: Company, ICRA Research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Amount Rated (Rs Crore)	Outstanding Amount (Rs Crore)	Current (FY2025)			Chronology of rating history for the past 3 years					
				FY2025			FY2024		FY2023		FY2022	
				Feb 18 2025	Date	Rating	Date	Rating	Date	Rating	Date	Rating
Long term / short term-others-fund based/non fund based	Long Tem/Short Term	50515	0	[ICRA]AA+ (Stable)/ [ICRA]A1+	17-May-24	[ICRA]AA+ (Stable) / [ICRA]A1+	9-May-23	[ICRA]AA+ (Stable)/ [ICRA]A1+	8-Jul-22	[ICRA]AA+ (Stable)	30-Jul-21	[ICRA]AA+ (Stable)/ [ICRA]A1+
					1-Jul-24	[ICRA]AA+ (Stable)/ [ICRA]A1+	28-Aug-23	[ICRA]AA+ (Stable)/ [ICRA]A1+	11-Nov-22	[ICRA]AA+ (Stable)	2-Feb-22	[ICRA]AA+ (Stable)/ [ICRA]A1+
							2-Nov-23	[ICRA]AA+ (Stable)/ [ICRA]A1+	3-Mar-23	[ICRA]AA+ (Stable)	2-Mar-22	[ICRA]AA+ (Stable)/ [ICRA]A1+
							29-Jan-24	[ICRA]AA+ (Stable)/ [ICRA]A1+	-	-	-	-
Commercial paper	Short Term	7000	5000	[ICRA]A1+	17-May-24	[ICRA]A1+	9-May-23	[ICRA]A1+	8-Jul-22	[ICRA]AA+ (Stable)	30-Jul-21	[ICRA]A1+
					1-Jul-24	[ICRA]A1+	28-Aug-23	[ICRA]A1+	11-Nov-22	[ICRA]AA+ (Stable)	2-Feb-22	[ICRA]A1+
							2-Nov-23	[ICRA]A1+	3-Mar-23	[ICRA]AA+ (Stable)	2-Mar-22	[ICRA]A1+
					-	-	29-Jan-24	[ICRA]A1+			-	-
Bonds/ncd/ltd	Long Term	7500		[ICRA]AA+								
Bonds/ncd/ltd	Long Term	20915		[ICRA]AA+ (Stable)	17-May-24	[ICRA]AA+ (Stable)	9-May-23	[ICRA]AA+ (Stable)	8-Jul-22	[ICRA]AA+ (Stable)	30-Jul-21	[ICRA]AA+ (Stable)

Instrument	Type	Amount Rated (Rs Crore)	Outstanding Amount (Rs Crore)	Current (FY2025)			Chronology of rating history for the past 3 years					
				FY2025			FY2024		FY2023		FY2022	
				Feb 18 2025	Date	Rating	Date	Rating	Date	Rating	Date	Rating
					1-Jul-24	[ICRA]AA+ (Stable)	28-Aug-23	[ICRA]AA+ (Stable)	11-Nov-22	[ICRA]AA+ (Stable)	2-Feb-22	[ICRA]AA+ (Stable)
							2-Nov-23	[ICRA]AA+ (Stable)	3-Mar-23	[ICRA]AA+ (Stable)	2-Mar-22	[ICRA]AA+ (Stable)
					-	-	29-Jan-24	[ICRA]AA+ (Stable)				
Bonds/ncd/ltd	Long Term	9046.66	9615	[ICRA]AA+ (Stable)	17-May-24	[ICRA]AA+ (Stable)	9-May-23	[ICRA]AA+ (Stable)	8-Jul-22	[ICRA]AA+ (Stable)	30-Jul-21	[ICRA]AA+ (Stable)
					1-Jul-24	[ICRA]AA+ (Stable)	28-Aug-23	[ICRA]AA+ (Stable)	11-Nov-22	[ICRA]AA+ (Stable)	2-Feb-22	[ICRA]AA+ (Stable)
							2-Nov-23	[ICRA]AA+ (Stable)	3-Mar-23	[ICRA]AA+ (Stable)	2-Mar-22	[ICRA]AA+ (Stable)
					-	-	29-Jan-24	[ICRA]AA+ (Stable)				
Subordinated bonds/debt	Long Term	218.72	250.5	[ICRA]AA+ (Stable)	17-May-24	[ICRA]AA+	9-May-23	[ICRA]AA+ (Stable)	8-Jul-22	[ICRA]AA+ (Stable)	30-Jul-21	[ICRA]AA+ (Stable)
					1-Jul-24	[ICRA]AA+ (Stable)	28-Aug-23	[ICRA]AA+ (Stable)	11-Nov-22	[ICRA]AA+ (Stable)	2-Feb-22	[ICRA]AA+ (Stable)
					-	-	2-Nov-23	[ICRA]AA+ (Stable)	3-Mar-23	[ICRA]AA+ (Stable)	2-Mar-22	[ICRA]AA+ (Stable)
					-	-	29-Jan-24	[ICRA]AA+ (Stable)			-	-

Complexity level of the rated instruments

Instrument	Complexity indicator
NCD programme	Simple
Bank facilities	Simple
Subordinated debt programme	Moderately Complex
Commercial paper	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate (%)	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07DQ9	NCD programme (public)	Jun 14, 2019	Zero Coupon	Dec 14, 2026	32.24	[ICRA]AA+ (Stable)
INE414G07EC7	NCD programme (public)	Nov 01, 2019	Zero Coupon	May 01, 2027	43.2	[ICRA]AA+ (Stable)
INE414G07EG8	NCD programme (public)	Dec 27, 2019	Zero Coupon	Jun 27, 2027	44.6	[ICRA]AA+ (Stable)
INE414G07FE0	NCD programme (public)	Nov 05, 2020	7.50 & 7.75	Nov 05, 2025	37.32	[ICRA]AA+ (Stable)
INE414G07FG5	NCD programme (public)	Nov 05, 2020	7.75 & 8.00	Nov 05, 2025	75.71	[ICRA]AA+ (Stable)
INE414G07FI1	NCD programme (public)	Nov 05, 2020	Zero Coupon	Nov 05, 2025	29.52	[ICRA]AA+ (Stable)
INE414G07FK7	NCD programme (public)	Jan 11, 2021	7.50 & 7.10	Jan 11, 2026	43.03	[ICRA]AA+ (Stable)
INE414G07FM3	NCD programme (public)	Jan 11, 2021	7.75 & 7.35	Jan 11, 2026	55.38	[ICRA]AA+ (Stable)
INE414G07FO9	NCD programme (public)	Jan 11, 2021	Zero Coupon	Jan 11, 2026	44.96	[ICRA]AA+ (Stable)
INE414G07FR2	NCD programme (public)	Apr 20, 2021	7.60 & 7.35	Apr 20, 2026	17.16	[ICRA]AA+ (Stable)
INE414G07FU6	NCD programme (public)	Apr 20, 2021	7.85 & 7.60	Apr 20, 2026	384.81	[ICRA]AA+ (Stable)
INE414G07FV4	NCD programme (public)	Apr 20, 2021	8.25 & 8.00	Apr 20, 2031	229.05	[ICRA]AA+ (Stable)
INE414G07FX0	NCD programme (public)	Apr 20, 2021	Zero Coupon	Apr 20, 2026	61.77	[ICRA]AA+ (Stable)
INE414G07GD0	NCD programme (public)	May 05, 2022	7.00 & 6.50	May 05, 2025	52.65	[ICRA]AA+ (Stable)
INE414G07GE8	NCD programme (public)	May 05, 2022	7.25 & 6.75	May 05, 2027	52.67	[ICRA]AA+ (Stable)
INE414G07GF5	NCD programme (public)	May 05, 2022	7.25 & 6.75	May 05, 2025	111.66	[ICRA]AA+ (Stable)
INE414G07GG3	NCD programme (public)	May 05, 2022	7.50 & 7.00	May 05, 2027	37.52	[ICRA]AA+ (Stable)
INE414G07GH1	NCD programme (public)	May 05, 2022	7.75 & 7.25	May 05, 2029	8.62	[ICRA]AA+ (Stable)
INE414G07GI9	NCD programme (public)	May 05, 2022	8.00 & 7.50	May 05, 2032	23.72	[ICRA]AA+ (Stable)
INE414G07GJ7	NCD programme (public)	May 05, 2022	Zero Coupon	May 05, 2025	62.64	[ICRA]AA+ (Stable)
INE414G07GK5	NCD programme (public)	May 05, 2022	Zero Coupon	May 05, 2027	28.23	[ICRA]AA+ (Stable)
INE414G07GL3	NCD programme (public)	Jun 23, 2022	7.25 & 6.75	Jun 23, 2025	62.78	[ICRA]AA+ (Stable)
INE414G07GM1	NCD programme (public)	Jun 23, 2022	7.50 & 7.00	Jun 23, 2027	35.4	[ICRA]AA+ (Stable)
INE414G07GN9	NCD programme (public)	Jun 23, 2022	7.50 & 7.00	Jun 23, 2025	51.82	[ICRA]AA+ (Stable)
INE414G07GO7	NCD programme (public)	Jun 23, 2022	7.75 & 7.25	Jun 23, 2027	13.07	[ICRA]AA+ (Stable)
INE414G07GP4	NCD programme (public)	Jun 23, 2022	8.00 & 7.50	Jun 23, 2029	35.6	[ICRA]AA+ (Stable)
INE414G07GQ2	NCD programme (public)	Jun 23, 2022	Zero Coupon	Jun 23, 2025	48.32	[ICRA]AA+ (Stable)
INE414G07GR0	NCD programme (public)	Jun 23, 2022	Zero Coupon	Jun 23, 2027	18.19	[ICRA]AA+ (Stable)
INE414G07GU4	NCD programme (public)	Nov 03, 2022	7.50 & 7.00	Nov 03, 2025	48.84	[ICRA]AA+ (Stable)
INE414G07GV2	NCD programme (public)	Nov 03, 2022	7.75 & 7.25	Nov 03, 2027	35.13	[ICRA]AA+ (Stable)
INE414G07GX8	NCD programme (public)	Nov 03, 2022	7.75 & 7.25	Nov 03, 2025	28.98	[ICRA]AA+ (Stable)
INE414G07GY6	NCD programme (public)	Nov 03, 2022	8.00 & 7.50	Nov 03, 2027	25.64	[ICRA]AA+ (Stable)
INE414G07HA4	NCD programme (public)	Nov 03, 2022	Zero Coupon	Nov 03, 2025	49.21	[ICRA]AA+ (Stable)
INE414G07GZ3	NCD programme (public)	Nov 03, 2022	Zero Coupon	Nov 03, 2027	38.98	[ICRA]AA+ (Stable)
INE414G07HB2	NCD programme (public)	Dec 23, 2022	7.85 & 7.35	Dec 23, 2025	20.00	[ICRA]AA+ (Stable)
INE414G07HH9	NCD programme (public)	Dec 23, 2022	8.00 & 7.50	Dec 23, 2027	22.56	[ICRA]AA+ (Stable)
INE414G07HD8	NCD programme (public)	Dec 23, 2022	8.10 & 7.60	Dec 23, 2025	26.25	[ICRA]AA+ (Stable)
INE414G07HE6	NCD programme (public)	Dec 23, 2022	8.25 & 7.75	Dec 23, 2027	21.07	[ICRA]AA+ (Stable)
INE414G07HF3	NCD programme (public)	Dec 23, 2022	Zero Coupon	Dec 23, 2025	26.29	[ICRA]AA+ (Stable)
INE414G07HG1	NCD programme (public)	Dec 23, 2022	Zero Coupon	Dec 23, 2027	20.75	[ICRA]AA+ (Stable)
INE414G07HL1	NCD programme (public)	Mar 10, 2023	8.25 & 7.75	Apr 10, 2026	52.08	[ICRA]AA+ (Stable)
INE414G07HM9	NCD programme (public)	Mar 10, 2023	8.35 & 7.85	Apr 10, 2028	27.81	[ICRA]AA+ (Stable)
INE414G07HN7	NCD programme (public)	Mar 10, 2023	8.25 & 7.75	Apr 10, 2025	34.00	[ICRA]AA+ (Stable)
INE414G07HR8	NCD programme (public)	Mar 10, 2023	8.50 & 8.00	Apr 10, 2026	46.96	[ICRA]AA+ (Stable)
INE414G07HQ0	NCD programme (public)	Mar 10, 2023	8.60 & 8.10	Apr 10, 2028	21.31	[ICRA]AA+ (Stable)
INE414G07HP2	NCD programme (public)	Mar 10, 2023	Zero Coupon	Apr 10, 2026	50.53	[ICRA]AA+ (Stable)
INE414G07HO5	NCD programme (public)	Mar 10, 2023	Zero Coupon	Apr 10, 2028	24.96	[ICRA]AA+ (Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate (%)	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07HY4	NCD programme (public)	May 03, 2023	8.25 & 7.75	Jun 03, 2026	26.62	[ICRA]AA+ (Stable)
INE414G07HZ1	NCD programme (public)	May 03, 2023	8.35 & 7.85	Jun 03, 2028	24.88	[ICRA]AA+ (Stable)
INE414G07IA2	NCD programme (public)	May 03, 2023	8.25 & 7.75	Jun 03, 2025	21.04	[ICRA]AA+ (Stable)
INE414G07IB0	NCD programme (public)	May 03, 2023	8.50 & 8.00	Jun 03, 2026	29.96	[ICRA]AA+ (Stable)
INE414G07IC8	NCD programme (public)	May 03, 2023	8.60 & 8.10	Jun 03, 2028	26.70	[ICRA]AA+ (Stable)
INE414G07ID6	NCD programme (public)	May 03, 2023	Zero Coupon	Jun 03, 2026	28.92	[ICRA]AA+ (Stable)
INE414G07IE4	NCD programme (public)	May 03, 2023	Zero Coupon	Jun 03, 2028	20.48	[ICRA]AA+ (Stable)
INE414G07IJ3	NCD programme (public)	Oct 04, 2023	Zero Coupon	Oct 04, 2028	17.20	[ICRA]AA+ (Stable)
INE414G07IK1	NCD programme (public)	Oct 04, 2023	8.75 & 7.75	Oct 04, 2026	205.11	[ICRA]AA+ (Stable)
INE414G07IL9	NCD programme (public)	Oct 04, 2023	8.75 & 7.75	Oct 04, 2028	35.73	[ICRA]AA+ (Stable)
INE414G07IM7	NCD programme (public)	Oct 04, 2023	8.75 & 7.75	Oct 04, 2025	52.80	[ICRA]AA+ (Stable)
INE414G07IN5	NCD programme (public)	Oct 04, 2023	9.00 & 8.00	Oct 04, 2026	209.58	[ICRA]AA+ (Stable)
INE414G07IO3	NCD programme (public)	Oct 04, 2023	9.00 & 8.00	Oct 04, 2028	157.63	[ICRA]AA+ (Stable)
INE414G07IP0	NCD programme (public)	Oct 04, 2023	Zero Coupon	Oct 04, 2026	21.95	[ICRA]AA+ (Stable)
INE414G07IT2	NCD programme (public)	Jan 25, 2024	8.75 & 8.25	Jan 25, 2029	30.80	[ICRA]AA+ (Stable)
INE414G07IU0	NCD programme (public)	Jan 25, 2024	8.75 & 8.25	Jan 25, 2026	48.34	[ICRA]AA+ (Stable)
INE414G07IV8	NCD programme (public)	Jan 25, 2024	9.00 & 8.50	Jan 25, 2027	148.08	[ICRA]AA+ (Stable)
INE414G07IW6	NCD programme (public)	Jan 25, 2024	8.75 & 8.25	Jan 25, 2027	68.48	[ICRA]AA+ (Stable)
INE414G07IX4	NCD programme (public)	Jan 25, 2024	Zero Coupon	Jan 25, 2029	73.97	[ICRA]AA+ (Stable)
INE414G07IY2	NCD programme (public)	Jan 25, 2024	Zero Coupon	Jan 25, 2027	64.51	[ICRA]AA+ (Stable)
INE414G07IZ9	NCD programme (public)	Jan 25, 2024	9.00 & 8.50	Jan 25, 2027	46.27	[ICRA]AA+ (Stable)
Yet to be placed	NCD programme (public)	-	-	-	5,324.62	[ICRA]AA+ (Stable)
	Total – NCD programme (public)				9,046.66	
INE414G07ET1	NCD programme	Jun 18, 2020	9.5	Jun 18, 2025	125.00	[ICRA]AA+ (Stable)
INE414G07FY8	NCD programme	May 31, 2021	7.9	May 30, 2031	215.00	[ICRA]AA+ (Stable)
INE414G07GA6	NCD programme	Feb 17, 2022	6.87	Feb 27, 2025	500.00	[ICRA]AA+ (Stable)
INE414G07GS8	NCD programme	Sep 16, 2022	7.75	Sep 30, 2025	240.00	[ICRA]AA+ (Stable)
INE414G07HI7	NCD programme	Dec 22, 2022	8.30	Jan 06, 2026	195.00	[ICRA]AA+ (Stable)
INE414G07HK3	NCD programme	Jan 19, 2023	8.50	Jan 29, 2026	1,000.00	[ICRA]AA+ (Stable)
INE414G07HS6	NCD programme	Feb 24, 2023	8.65	May 25, 2026	160.00	[ICRA]AA+ (Stable)
INE414G07HT4	NCD programme	Feb 24, 2023	8.60	Aug 25, 2025	440.00	[ICRA]AA+ (Stable)
INE414G07HU2	NCD programme	Mar 15, 2023	8.65	Dec 15, 2026	500.00	[ICRA]AA+ (Stable)
INE414G07HV0	NCD programme	Mar 15, 2023	8.65	Mar 15, 2027	500.00	[ICRA]AA+ (Stable)
INE414G07HW8	NCD programme	Mar 23, 2023	8.65	Mar 23, 2026	250.00	[ICRA]AA+ (Stable)
INE414G07HX6	NCD programme	Mar 23, 2023	8.65	Sep 23, 2027	250.00	[ICRA]AA+ (Stable)
INE414G07IF1	NCD programme	Apr 24, 2023	8.50	Apr 24, 2028	700.00	[ICRA]AA+ (Stable)
INE414G07IG9	NCD programme	May 03, 2023	8.43	Jul 31, 2026	302.50	[ICRA]AA+ (Stable)
INE414G07IH7	NCD programme	Jul 27, 2023	8.40	Jul 27, 2028	768.00	[ICRA]AA+ (Stable)
INE414G07II5	NCD programme	Jul 27, 2023	8.40	Aug 28, 2028	110.00	[ICRA]AA+ (Stable)
INE414G07IQ8	NCD programme	Dec 07, 2023	8.85	Dec 07, 2026	1,000.00	[ICRA]AA+ (Stable)
INE414G07IR6	NCD programme	Dec 20, 2023	8.85	Dec 20, 2028	1,000.00	[ICRA]AA+ (Stable)
INE414G07IS4	NCD programme	Dec 20, 2023	8.78	May 20, 2027	1,000.00	[ICRA]AA+ (Stable)
INE414G07JA0	NCD programme	Jan 30, 2024	8.85	Jan 30, 2029	790.00	[ICRA]AA+ (Stable)
INE414G07JC6	NCD programme	Mar 26, 2024	8.75	Mar 23, 2027	190.00	[ICRA]AA+ (Stable)
INE414G07JB8	NCD programme	Mar 26, 2024	8.90	June 17, 2027	660.00	[ICRA]AA+ (Stable)
INE414G07JE2	NCD programme	May 03, 2024	9.03	May 03, 2029	420.00	[ICRA]AA+ (Stable)
INE414G07JF9	NCD programme	May 14, 2024	9.02	Jul 14, 2027	860.00	[ICRA]AA+ (Stable)
INE414G07JG7	NCD programme	Jun 03, 2024	9.09	Jun 01, 2029	1500.00	[ICRA]AA+ (Stable)
INE414G07JI3	NCD programme	Aug 07, 2024	8.9	Oct 07, 2027	1235.00	[ICRA]AA+ (Stable)

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate (%)	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE414G07JJ1	NCD programme	Oct 04, 2024	8.78	Oct 04, 2029	1100.00	[ICRA]AA+ (Stable)
INE414G07JL7	NCD programme	Jan 31, 2025	8.65	Jan 31, 2028	2075.00	[ICRA]AA+ (Stable)
Yet to be placed	NCD programme	-	-	-	2,829.50	[ICRA]AA+ (Stable)
Yet to be placed	NCD programme - Fresh	-	-	-	7,500.00	[ICRA]AA+ (Stable)
	Total – NCD programme (private)				28,415.00	
INE414G08348	Subordinated debt	Apr 24, 2017	Zero Coupon	Apr 24, 2025	18.72	[ICRA]AA+ (Stable)
Yet to be placed	Subordinated debt	-	-	-	200.00	[ICRA]AA+ (Stable)
	Total – Subordinated debt				218.72	
INE414G14TC1	Commercial paper	Mar 01, 2024	8.50	Feb 25, 2025	250.00	[ICRA]A1+
INE414G14TE7	Commercial paper	Mar 12, 2024	8.50	Mar 10, 2025	250.00	[ICRA]A1+
INE414G14TD9	Commercial paper	Mar 12, 2024	8.50	Mar 10, 2025	250.00	[ICRA]A1+
INE414G14TF4	Commercial paper	Mar 18, 2024	8.45	Mar 13, 2025	250.00	[ICRA]A1+
INE414G14TG2	Commercial paper	Mar 19, 2024	8.45	Mar 18, 2025	250.00	[ICRA]A1+
INE414G14TC1	Commercial paper	Jun 13, 2024	8.35	Feb 25, 2025	50	[ICRA]A1+
INE414G14TR9	Commercial paper	Aug 06, 2024	8.35	Jun 10, 2025	500	[ICRA]A1+
INE414G14TS7	Commercial paper	Aug 07, 2024	8.35	Jul 22, 2025	100	[ICRA]A1+
INE414G14TT5	Commercial paper	Aug 08, 2024	8.32	May 27, 2025	500	[ICRA]A1+
INE414G14TU3	Commercial paper	Dec 11, 2024	8.1	Dec 11, 2025	250	[ICRA]A1+
INE414G14TV1	Commercial paper	Dec 11, 2024	8.1	Dec 09, 2025	250	[ICRA]A1+
INE414G14TW9	Commercial paper	Dec 11, 2024	8.1	Nov 21, 2025	250	[ICRA]A1+
INE414G14TX7	Commercial paper	Dec 11, 2024	8.1	Nov 18, 2025	250	[ICRA]A1+
INE414G14TY5	Commercial paper	Dec 12, 2024	8.1	Dec 01, 2025	250	[ICRA]A1+
INE414G14UC9	Commercial paper	Jan 17, 2025	8.35	Jan 16, 2026	300	[ICRA]A1+
INE414G14UD7	Commercial paper	Jan 17, 2025	8.35	Jan 15, 2026	250	[ICRA]A1+
INE414G14UB1	Commercial paper	Jan 17, 2025	8.35	Jan 12, 2026	200	[ICRA]A1+
INE414G14UA3	Commercial paper	Jan 21, 2025	8.3	Jan 20, 2026	225	[ICRA]A1+
INE414G14T22	Commercial paper	Jan 23, 2025	8.3	Jan 22, 2026	275	[ICRA]A1+
INE414G14UE5	Commercial paper	Feb 07, 2025	8.03	Feb 06, 2026	250	[ICRA]A1+
INE414G14UF2	Commercial paper	Feb 07, 2025	8.03	Feb 04, 2026	100	[ICRA]A1+
Unallocated	Commercial paper	-	-	-	1,750.00	[ICRA]A1+
	Total – Commercial paper				7,000.00	
NA	Term loans	Mar 2021 to Mar 2026	-	Dec 2024 to Dec 2029	33,381.00 ^{##}	[ICRA]AA+ (Stable)
NA	Long-term bank facilities	-	-	-	11,494.50 ^{##}	[ICRA]AA+ (Stable)
NA	Bank guarantee	-	-	-	15.50 ^{##}	[ICRA]AA+ (Stable)
NA	Short-term bank facilities	-	-	-	20,153.00 ^{##}	[ICRA]A1+
	Total – Bank facilities				50,515.00	
INE414G07DV9	NCD programme (public)	Nov 01, 2019	Zero Coupon	Nov 01, 2024	89.82	[ICRA]AA+ (Stable); reaffirmed and withdrawn
INE414G07DY3	NCD programme (public)	Nov 01, 2019	Zero Coupon	Nov 01, 2024	53.62	
INE414G07EB9	NCD programme (public)	Nov 01, 2019	Zero Coupon	Nov 01, 2024	14.00	
INE414G07EJ2	NCD programme (public)	Dec 27, 2019	Zero Coupon	Dec 27, 2024	81.83	
INE414G07EM6	NCD programme (public)	Dec 27, 2019	Zero Coupon	Dec 27, 2024	54.38	
INE414G07EF0	NCD programme (public)	Dec 27, 2019	Zero Coupon	Dec 27, 2024	12.66	
INE414G07GW0	NCD programme (public)	Nov 03, 2022	7.50 & 7.00	Nov 03, 2024	40.94	
INE414G07HC0	NCD programme (public)	Dec 23, 2022	7.75 & 7.25	Dec 23, 2024	18.18	
INE414G08330	Subordinated debt	Jan 30, 2017	Zero Coupon	Jan 30, 2025	31.78	

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

Company Name	MFL Ownership	Consolidation Approach
Muthoot Finance Limited	Parent	Full consolidation
Muthoot Homefin (India) Limited	100%	Full consolidation
Muthoot Insurance Brokers Private Limited	100%	Full consolidation
Muthoot Money Limited	100%	Full consolidation
Muthoot Trustee Private Limited	100%	Full consolidation
Muthoot Asset Management Private Limited	100%	Full consolidation
Belstar Microfinance Limited	66.13%	Full consolidation
Asia Asset Finance PLC	72.92%	Full consolidation

Source: MFL

ANALYST CONTACTS

Karthik Srinivasan
+91 22 6114 3444
karthiks@icraindia.com

A M Karthik
+91 44 4596 4308
a.karthik@icraindia.com

R Srinivasan
+91 44 4596 4315
r.srinivasan@icraindia.com

Shaik Abdul Saleem
+91 40 6939 6464
shaik.saleem@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar
+91 22 6114 3406
shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

HELPLINE FOR BUSINESS QUERIES

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)
info@icraindia.com

ABOUT ICRA LIMITED

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited



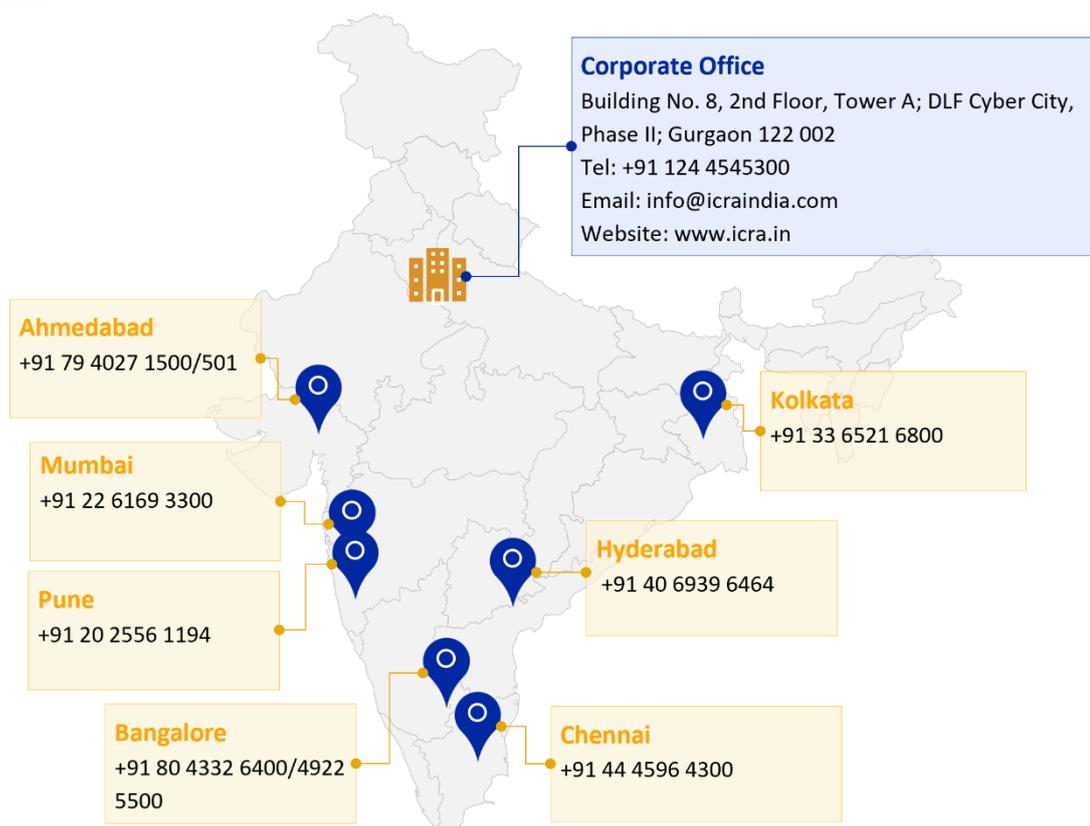
Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While 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 may have provided services other than rating to the issuer rated. 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.