

June 03, 2021

## Sundaram Finance Limited: Ratings reaffirmed; rated amount enhanced

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Commercial Paper (CP)	7,000.00	7,000.00	[ICRA]A1+; reaffirmed
Non-convertible Debentures (NCD)	5,797.00	3,835.60	[ICRA]AAA(Stable); reaffirmed
		1,961.40	[ICRA]AAA(Stable); reaffirmed and withdrawn
	0.00	2,500.00	[ICRA]AAA(Stable); assigned
Subordinated Debentures	2,515.00	2,495.00	[ICRA]AAA(Stable); reaffirmed
		20.00	[ICRA]AAA(Stable); reaffirmed and withdrawn
Fixed Deposits	-	-	MAAA(Stable); outstanding
Fund-based Limits from Banks	3,000.00	3,000.00	[ICRA]AAA(Stable); outstanding
Long-term Loans from Banks	3,125.00	3,125.00	[ICRA]AAA(Stable); outstanding
Non-fund Based Limits from Banks	8.08	8.08	[ICRA]AAA(Stable); outstanding
Short-term Loans from Banks	1,000.00	1,000.00	[ICRA]A1+; outstanding
<b>Total</b>	<b>22,445.08</b>	<b>24,945.08</b>	

\*Instrument details are provided in Annexure-1

### Rationale

The ratings consider Sundaram Finance Limited's (SFL) demonstrated track record of stable and profitable growth across business cycles, its experienced senior management team and established franchise. The ratings also factor in the company's comfortable funding and strong liquidity profile, given its ability to raise funds from diverse sources at competitive rates. SFL's gross stage 3 (GS 3) stood at 2.5%<sup>1</sup> in December 2020 (2.8% in December 2019) and it had undertaken restructuring of 4.5% of the portfolio during FY2021 on account of the Covid-19-induced business disruptions faced by the borrowers. ICRA notes SFL's track record of keeping its asset quality under control across business cycles; however, the performance of the restructured book, considering the subdued operating environment post the pandemic, would be a monitorable from a rating perspective. ICRA notes that the company has augmented its provisions since Q4 FY2020, resulting in provision/assets under management (AUM) of 1.4% as of December 2020 and 1.2% as of March 2020 vis-à-vis 0.6% in March 2019, which provides some cushion for the incremental expected stress. SFL's capitalisation profile is adequate considering the subdued portfolio growth outlook, in view of the pandemic.

At the consolidated level, the SFL Group has a presence in the vehicle and mortgage (housing and non-housing) finance segments and offers various financial products including insurance and asset management services. The Group's growth has been driven with an eye on maintaining good asset quality while generating stable business returns. The Group's ability to maintain a good return, while keeping the asset quality under control, would be crucial from a rating perspective.

ICRA has also reaffirmed and withdrawn the long-term rating on the Rs. 1,961.40-crore NCD programme and Rs. 20.00-crore subordinated debt programme in accordance with ICRA's policy on the withdrawal of credit ratings as the instruments have matured and have been fully repaid.

<sup>1</sup> Not adjusted for the Supreme Court order of September 2020 on classification of borrowers as non-performing assets (NPAs)

## Key rating drivers and their description

### Credit strengths

**Presence in diverse segments; established track record in vehicle finance business** – The SFL Group provides a range of financial services including vehicle finance, housing finance, asset management and insurance among others. At the standalone level, SFL's portfolio mix broadly remains range-bound with commercial vehicles (CVs) accounting for 48.2% of the AUM as of December 2020, followed by cars (24.7%), construction equipment (11.2%), tractors (7.2%) and others (8.7%). SFL's wholly-owned subsidiary, Sundaram Home Finance Limited (SHFL; rated [ICRA]AA+(Stable)/MAAA(Stable)/[ICRA]A1+), engaged in housing finance, reported a decline in its AUM by 4.2% in Q3 FY2021 (YoY) vis-à-vis growth of 4.3% in FY2020 (8.4% in FY2019). Sundaram Asset Management Company Limited (SAMCL; rated [ICRA]AA(Stable)) reported a decline of 2.0% (YoY) in its average AUM in Q3 FY2021 vis-à-vis a decline of 1.3% (YoY) in FY2020. Considering the Group's conservative growth policy, ICRA expects future business growth and lending portfolio diversification to be more measured over the near to medium term.

SFL is an established player in the vehicle finance business with an operational history of more than six decades. The company has a demonstrated track record of operating across business cycles without a significant deterioration in its overall risk profile, supported by its good understanding of the target segments and an experienced management team. SFL has established relationships with its customers (a sizeable share of the CV borrowers are repeat customers), which, along with the stringent underwriting norms and robust collection and recovery mechanism, have supported its business risk profile over the years.

**Stable profitability indicators** – On a standalone basis, SFL's net profitability has remained range-bound with profit after tax (PAT)/average managed assets (AMA) of 2.2% in 9M FY2021 and 2.0% in FY2020 {as per Ind-AS; adjusted for Rs. 53-crore profit on sale of shares in Sundaram Finance Holdings Limited (net of tax)} compared to 2.0% in FY2019 (as per Ind-AS; adjusted for gain from the stake sale in insurance arm). The company, however, incurred a higher credit cost of 0.8% in 9M FY2021 and 0.8% in FY2020 (0.3% in FY2019) because of higher NPAs due to the Covid-19-related impact. SFL's return on average net worth stood at 13.7% (provisional) in 9M FY2021. The consolidated PAT/AMA<sup>2</sup> stood at 2.1% in 9M FY2021 and 1.9% in FY2020. ICRA, however, notes that the pressure on the asset quality and portfolio growth on account of the pandemic-induced economic slowdown could impact the company's near-term earnings.

**Adequate capital profile; scope to further augment from current levels** – SFL's (standalone) gearing and capital adequacy ratio stood at 4.9x and 19.8% (Tier-I of 14.2%), respectively, as of December 2020 vis-à-vis 4.9x and 18.4% (Tier-I of 13.2%), respectively, as of March 2020. The consolidated gearing stood at 4.2x in December 2020 and 4.4x in March 2020 vis-à-vis 3.1x in March 2019. The increase in the gearing in FY2020 followed the acquisition of the 49.9% stake in SHFL, resulting in full consolidation rather than the equity method applied in the past.

### Credit challenges

**Near term pressures expected on asset quality** – SFL's GS 3 remained higher at 2.5%<sup>3</sup> as of December 2020 (2.5% as of March 2020 and 1.3% in March 2019) vis-à-vis 2.8% in December 2019, led by delinquencies in the CV segment, the weak overall operating environment and the impact of the lockdown. Because of the Covid-19 impact, the company restructured about 4.5% of its portfolio during FY2021. ICRA notes SFL's track record of keeping its asset quality under control across business cycles; however, the performance of the restructured book (including 1% of the portfolio restructured during Q4 FY 2020), considering subdued operating environment post the pandemic, would be a monitorable. SFL has augmented its provisions since Q4 FY2020, resulting in provision/AUM of 1.4% as of December 2020 and 1.1% as of March 2020 vis-à-vis 0.6% in March 2019, which provides some cushion for the incremental expected stress. Also, SHFL's 90+ dpd stood at 4.3%<sup>4</sup> as of December 2020 and 3.8% as of March 2020 (3.0% as of March 2019). About 24% of SHFL's 90+dpd was in the form of repossessed assets and it has started disposing of the same, which could result in a reduction in its reported NPAs. SHFL's restructured book is

<sup>2</sup> PAT (including share of profits from associates and joint ventures)/AMA is 2.6% for 9M FY2021 and 2.1% for FY2020

<sup>3</sup> Adjusted for Supreme Court order, gross and net NPA were 1.6% and 0.8%, respectively, as of December 2020

<sup>4</sup> Not adjusted for the Supreme Court order on NPA classification

quite modest at 0.4% as of December 2020. SHFL’s overall expected credit loss (ECL) provision stood at 3.5% of the loan portfolio as of December 2020.

ICRA notes that SFL’s asset quality profile remains superior to its peers at present, on the back of its prudent underwriting norms and robust collection and recovery systems. However, ICRA expects near-term pressure on the SFL Group’s asset quality performance, given the business disruptions caused by the second wave of the pandemic. Thus, improving the collection efficiency and keeping the slippages and credit cost under control would be near-term monitorables.

**Ability to maintain margins in competitive business environment; regionally concentrated portfolio** – SFL has a concentrated portfolio with the southern region accounting for about 62% of the portfolio as of December 2020. The company faces competition from banks and other non-banking financial companies (NBFCs) in its key target asset segments as demand has moderated. While SFL’s earnings profile has remained healthy on account of its superior operating efficiency and lower credit cost, its ability to maintain healthy profitability indicators in a competitive business environment, while keeping the asset quality under control, would be critical from a rating perspective.

## Liquidity position: Strong

SFL has cash and liquid investments of Rs. 1,315 crore and undrawn bank lines of Rs. 1,422 crore as on March 31, 2021, with repayment obligation of Rs.3369 crore (including Rs.383 crore of securitisation payments) for the months April 2021 – May 2021. ICRA draws comfort from SFL’s fairly diverse funding profile including NCDs and subordinated debt (50% of borrowings as of December 2020), commercial paper (CP; 8%), bank loans (18%), fixed deposits (13%) and portfolio sell-down (11%). ICRA notes that the prevailing second wave of the pandemic could exert some pressure on the collections in the near term. While the same remains a monitorable, access to funds from diverse sources and the ability to secure funding at competitive rates provide good financial flexibility to SFL.

## Rating sensitivities

**Positive factors** – Not applicable

**Negative factors** – ICRA could revise the outlook to Negative or downgrade the ratings if there is a deterioration in the asset quality or profitability, with rise in gross stage 3 beyond 3.5% or PAT/ AMA declining below 1.7%, on a sustained basis. A significant weakening in tier-1 capital adequacy below 12%, on a sustained basis, could also exert negative pressure on the company's rating.

## Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">ICRA’s Credit Rating Methodology for Non-Banking Finance Companies Policy on withdrawal of credit ratings</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	The ratings are based on the consolidated financial statements of SFL

## About the company

SFL is the flagship company of the T. S. Santhanam arm of the TVS Group. The Group’s association with the Indian automotive industry covers financing, trading and manufacturing. SFL is one of the large NBFCs in the country with an AUM of Rs. 29,936 crore as of March 2020. Its primary focus is on the financing of CVs and cars. SFL has invested in various entities to provide a gamut of financial services like housing finance (SHFL), insurance (Royal Sundaram) and mutual funds (SAMCL).

SFL reported a standalone net profit of Rs. 724 crore {includes Rs. 53 crore towards profit on sale of shares in Sundaram Finance Holdings Limited (net of tax)} in FY2020 on a managed asset base of Rs. 34,804 crore compared with a net profit of Rs. 1,126

crore {includes an amount of Rs. 522 crore towards exceptional item on account of sale of shares in Royal Sundaram (net of tax)} on a managed asset base of Rs. 32,034 crore in FY2019.

### Key financial indicators (audited)

<b>SFL - Standalone</b>	<b>FY2019</b>	<b>FY2020</b>
Total income (Rs. crore)	3,342	3,927
Profit after tax (Rs. crore)	1,126	724
Net worth (Rs. crore)	5,044	5,547
Total managed portfolio (Rs. crore)	28,984	29,936
Total managed assets (Rs. crore)	32,034	34,804
Return on managed assets (%)	2.0% <sup>&amp;</sup>	2.0% <sup>&amp;</sup>
Return on net worth (%)	13.2% <sup>&amp;</sup>	12.7% <sup>&amp;</sup>
Gearing (times)	5.0	4.9
Gross stage 3 (%)	1.3%	2.5%
Net stage 3 (%)	0.8%	1.7%
Solvency (Net stage 3/Net worth)	4.5%	8.4%
CRAR (%)	19.4%	18.4%

*Source: Company, ICRA research; <sup>&</sup> Adjusted for exceptional item*

<b>SFL - Consolidated</b>	<b>FY2019</b>	<b>FY2020</b>
Total income (Rs. crore)	3,713	4,723
Profit after tax (owners' interest; Rs. crore)	1,161	792
Net worth (owners' interest; Rs. crore)	6,259	6,677
Total assets (Rs. crore)	33,671	44,721
Gross stage 3 (%) <sup>^</sup>	2.0%	3.1%
Net stage 3 (%) <sup>^</sup>	0.9%	1.6%

*Source: Company, ICRA research; <sup>^</sup>Combined gross and net stage 3 for SFL and SHFL*

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

## Rating history for past three years

	Instrument	Current Rating (FY2022)			Chronology of Rating History for the past 3 years				
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2021	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019	
					Jun 03, 2021	Mar 19, 2021/ Sep 14, 2020/ Jul 17, 2020	Feb 10, 2020/ Dec 23, 2019/ Jul 16, 2019/ Jun 14, 2019	Mar 12, 2019/ Dec 21, 2018/ Aug 13, 2018/ Apr 11, 2018/ Apr 02, 2018	
1	Commercial Paper	Short Term	7,000.00	7,000.00	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	
2	Fund-based Limits	Long Term	3,000.00	3,000.00	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
3	Term Loans	Long Term	3,125.00	3,125.00	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
4	Subordinated Debt	Long Term	2,515.00	2,495.00	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
				20.00	[ICRA]AAA (Stable); withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)
5	NCD	Long Term	5,797.00	3,835.60	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
				1,961.40	[ICRA]AAA (Stable); withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)
				0.00	[ICRA]AAA (Stable)	-	-	-	-
6	Fixed Deposits	Medium Term	-	-	MAAA (Stable)	MAAA (Stable)	MAAA (Stable)	MAAA (Stable)	
7	Non-fund Based Limits	Long Term	8.08	8.08	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	
8	Fund-based Short-term Loan	Short Term	1,000.00	1,000.00	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Commercial Paper	Very Simple
NCD	Very simple
Subordinated Debt	Very Simple
Fixed Deposits	Simple
Fund-based limits from banks	Simple
Long-term Loans from Banks	Simple
Non-Fund based limits from banks	Simple
Short-term Loans from Banks	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: [www.icra.in](http://www.icra.in)

**Annexure-1: Instrument details**

ISIN	Instrument	Date of Issuance/ Sanction	Coupon Rate	Maturity Date	Amount Rated	Current Rating and Outlook
					(Rs. crore)	
NA	Term Loan	NA	NA	NA	2208.33	[ICRA]AAA(Stable)
Unallocated	Term Loan	-	-	-	916.67	[ICRA]AAA(Stable)
NA	Fund-based Limits	-	-	-	3,000.00	[ICRA]AAA(Stable)
NA	Non-fund Based Limits	-	-	-	8.08	[ICRA]AAA(Stable)
Unutilised	Fund Based – Short-term	-	-	-	1000	[ICRA]A1+
INE660A14VP0	Commercial Paper	16-Jul-20	4.35%	16-Jul-21	300	[ICRA]A1+
INE660A14VQ8	Commercial Paper	16-Jul-20	4.10%	29-Jun-21	50	[ICRA]A1+
INE660A14VT2	Commercial Paper	04-Nov-20	4.12%	3-Nov-21	500	[ICRA]A1+
INE660A14VX4	Commercial Paper	11-Jan-21	3.99%	15-Dec-21	225	[ICRA]A1+
INE660A14WA0	Commercial Paper	26-Feb-21	4.17%	26-Aug-21	100	[ICRA]A1+
INE660A14WB8	Commercial Paper	26-Feb-21	4.20%	15-Sep-21	200	[ICRA]A1+
INE660A14VX4	Commercial Paper	01-Mar-21	4.50%	15-Dec-21	100	[ICRA]A1+
INE660A14WC6	Commercial Paper	25-Mar-21	4.65 %	25-Mar-22	250.00	[ICRA]A1+
INE660A14WD4	Commercial Paper	15-Apr-21	4.50 %	28-Mar-22	400.00	[ICRA]A1+
INE660A14WF9	Commercial Paper	19-Apr-21	4.25 %	15-Mar-22	100.00	[ICRA]A1+
INE660A14WE2	Commercial Paper	19-Apr-21	4.25 %	16-Mar-22	100.00	[ICRA]A1+
INE660A14WG7	Commercial Paper	28-Apr-21	4.15 %	21-Mar-22	100.00	[ICRA]A1+
INE660A14WH5	Commercial Paper	10-May-21	3.51 %	09-Aug-21	250.00	[ICRA]A1+
Unutilised	Commercial Paper	-	-	-	4,325.00	[ICRA]A1+
INE660A07PN1	NCD	20-Jun-18	Zero Coupon (YTM - 8.79%)	15-Jun-21	175	[ICRA]AAA(Stable)
INE660A07PN1	NCD	03-Jul-18	Zero Coupon (YTM - 8.73%)	15-Jun-21	123.5	[ICRA]AAA(Stable)
INE660A07PN1	NCD	11-Jul-18	Zero Coupon (YTM - 8.73%)	15-Jun-21	80.8	[ICRA]AAA(Stable)
INE660A07PN1	NCD	17-Jul-18	Zero Coupon (YTM - 8.73%)	15-Jun-21	254.5	[ICRA]AAA(Stable)
INE660A07PN1	NCD	20-Jul-18	Zero Coupon (YTM - 8.73%)	15-Jun-21	19.1	[ICRA]AAA(Stable)
INE660A07PQ4	NCD	21-Aug-18	Zero Coupon (YTM - 8.75%)	21-Jul-21	168.6	[ICRA]AAA(Stable)
INE660A07PR2	NCD	21-Aug-18	Zero Coupon (YTM - 8.75%)	10-Jun-22	69	[ICRA]AAA(Stable)
INE660A07PR2	NCD	26-Apr-19	Zero coupon (YTM - 8.40%)	10-Jun-22	129.5	[ICRA]AAA(Stable)
INE660A07PV4	NCD	10-May-19	Zero coupon (YTM - 8.60%)	5-Apr-22	134.1	[ICRA]AAA(Stable)

INE660A07PR2	NCD	11-Jul-19	Zero coupon (YTM - 8.25%)	10-Jun-22	83.6	[ICRA]AAA(Stable)
INE660A07QE8	NCD	11-Nov-19	7.50%	7-Nov-22	170	[ICRA]AAA(Stable)
INE660A07QJ7	NCD	13-Jul-20	7.33%	22-Apr-22	225	[ICRA]AAA(Stable)
INE660A07QL3	NCD	28-Aug-20	5.18%	26-Aug-22	300	[ICRA]AAA(Stable)
INE660A07QM1	NCD	28-Aug-20	5.72%	28-Aug-23	600	[ICRA]AAA(Stable)
INE660A07QN9	NCD	16-Oct-20	5.40%	28-Sep-23	200	[ICRA]AAA(Stable)
INE660A07QO7	NCD	29-Oct-20	Zero coupon (YTM - 5.97%)	29-Oct-25	75	[ICRA]AAA(Stable)
INE660A07QP4	NCD	27-Nov-20	6.03%	27-Nov-25	130	[ICRA]AAA(Stable)
INE660A07QP4	NCD	21-Jan-21	6.03%	27-Nov-25	55	[ICRA]AAA(Stable)
INE660A07QU4	NCD	07-May-21	5.75%	07-May-24	300.0	[ICRA]AAA(Stable)
INE660A07QV2	NCD	17-May-21	6.48%	15-May-26	500.0	[ICRA]AAA(Stable)
Unutilised	NCD	-	-	-	42.9	[ICRA]AAA(Stable)
Unutilised	NCD - Fresh	-	-	-	2,500.0	[ICRA]AAA(Stable)
INE660A08BK5	Subordinated Debt	29-Jul-11	10.15%	29-Jul-21	30	[ICRA]AAA(Stable)
INE660A08BL3	Subordinated Debt	09-Aug-11	10.02%	9-Aug-21	20	[ICRA]AAA(Stable)
INE660A08BM1	Subordinated Debt	30-Mar-12	9.90%	30-Mar-22	30	[ICRA]AAA(Stable)
INE660A08BN9	Subordinated Debt	27-Jul-12	10.30%	27-Jul-22	50	[ICRA]AAA(Stable)
INE660A08BO7	Subordinated Debt	28-Sep-12	10.30%	28-Sep-22	140	[ICRA]AAA(Stable)
INE660A08BP4	Subordinated Debt	31-Jan-13	9.75%	31-Jan-23	60	[ICRA]AAA(Stable)
INE660A08BQ2	Subordinated Debt	10-Nov-14	9.80%	10-Nov-24	25	[ICRA]AAA(Stable)
INE660A08BR0	Subordinated Debt	12-Nov-14	9.80%	12-Nov-24	100	[ICRA]AAA(Stable)
INE660A08BS8	Subordinated Debt	27-Nov-14	9.60%	27-Nov-24	50	[ICRA]AAA(Stable)
INE660A08BT6	Subordinated Debt	22-May-15	9.25%	22-May-25	40	[ICRA]AAA(Stable)
INE660A08BU4	Subordinated Debt	03-Aug-16	8.80%	3-Aug-26	150	[ICRA]AAA(Stable)
INE660A08BV2	Subordinated Debt	05-May-17	8.48%	5-May-27	150	[ICRA]AAA(Stable)
INE660A08BW0	Subordinated Debt	07-Jun-17	8.45%	7-Jun-27	150	[ICRA]AAA(Stable)
INE660A08BX8	Subordinated Debt	19-Jan-18	8.45%	19-Jan-28	250	[ICRA]AAA(Stable)
INE660A08BY6	Subordinated debt	21-Feb-18	8.45%	21-Feb-28	125	[ICRA]AAA(Stable)
INE660A08BZ3	Subordinated debt	26-Nov-18	9.75%	24-Nov-28	125	[ICRA]AAA(Stable)
INE660A08CA4	Subordinated debt	13-Jun-19	8.90%	13-Jun-29	150	[ICRA]AAA(Stable)
INE660A08CB2	Subordinated debt	25-Sep-19	8.60%	25-Sep-29	100	[ICRA]AAA(Stable)
INE660A08CC0	Subordinated debt	29-Jan-20	8.37%	29-Jan-30	150	[ICRA]AAA(Stable)
INE660A08CD8	Subordinated Debt	13-Jul-20	7.65%	12-Jul-30	100	[ICRA]AAA(Stable)
INE660A08CE6	Subordinated Debt	20-Jul-20	7.65%	19-Jul-30	100	[ICRA]AAA(Stable)
INE660A08CF3	Subordinated Debt	16-Dec-20	7.37%	16-Dec-30	100	[ICRA]AAA(Stable)
INE660A08CG1	Subordinated Debt	26-Mar-21	7.78%	26-Mar-31	200	[ICRA]AAA(Stable)
INE660A08CG1	Subordinated Debt	20-Apr-21	7.78%	26-Mar-31	100	[ICRA]AAA(Stable)
INE660A07PI1	NCD	12-Jan-18	7.96%	2-Apr-21	101	[ICRA]AAA(Stable); withdrawn
INE660A07PJ9	NCD	12-Jan-18	7.96%	29-Mar-21	90	[ICRA]AAA(Stable); withdrawn
INE660A07PK7	NCD	29-Jan-18	Zero coupon (YTM - 8.05%)	10-May-21	157.7	[ICRA]AAA(Stable); withdrawn
INE660A07PL5	NCD	20-Feb-18	8.14%	16-Apr-21	150	[ICRA]AAA(Stable); withdrawn
INE660A07PM3	NCD	20-Feb-18	8.14%	4-May-21	108	[ICRA]AAA(Stable); withdrawn
INE660A07PK7	NCD	25-Jun-18	Zero Coupon (YTM - 8.79%)	10-May-21	160	[ICRA]AAA(Stable); withdrawn
INE660A07PK7	NCD	06-Jul-18	Zero Coupon (YTM - 8.73%)	10-May-21	50	[ICRA]AAA(Stable); withdrawn
INE660A07PL5	NCD	17-Jul-18	8.14%	16-Apr-21	50.1	[ICRA]AAA(Stable); withdrawn



INE660A07PJ9	NCD	21-Aug-18	7.96%	29-Mar-21	50	[ICRA]AAA(Stable); withdrawn
INE660A07PJ9	NCD	12-Nov-18	7.96%	29-Mar-21	155	[ICRA]AAA(Stable); withdrawn
INE660A07PK7	NCD	22-Mar-19	Zero Coupon (YTM - 8.63%)	10-May-21	29.6	[ICRA]AAA(Stable); withdrawn
INE660A07PJ9	NCD	27-Mar-19	7.96%	29-Mar-21	100	[ICRA]AAA(Stable); withdrawn
INE660A07PX0	NCD	27-Mar-19	8.40%	29-Mar-21	160	[ICRA]AAA(Stable); withdrawn
INE660A07PJ9	NCD	02-Apr-19	7.96%	29-Mar-21	100	[ICRA]AAA(Stable); withdrawn
INE660A07PY8	NCD	26-Apr-19	8.40%	26-Apr-21	500	[ICRA]AAA(Stable); withdrawn
INE660A08BJ7	Subordinated debt	07-Apr-11	9.93%	7-Apr-21	20	[ICRA]AAA(Stable); withdrawn

Source: Company

#### Annexure-2: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
SHFL	100.0%	Full consolidation #
SAMCL	100.0%	Full consolidation
Sundaram Alternate Assets Limited@	100.0%	Full consolidation
Sundaram Asset Management Singapore Pte Limited@	100.0%	Full consolidation
Sundaram Trustee Company Limited	100.0%	Full consolidation
LGF Services Limited	100.0%	Full consolidation
Sundaram Fund Services Limited (SFSL)	100.0%	Full consolidation #
Sundaram Business Services Limited	100.0%	Full consolidation
Sundaram Finance Holdings Limited	21.6%	Full consolidation
Royal Sundaram	50.0%	Equity method
Flometallic India Private Limited	**	Equity method
The Dunes Oman LLC (FZC)		
Sundaram Hydraulics Limited		
Axles India Limited		
Turbo Energy Private Limited		
Transenergy Limited		
Sundaram Dynacast Private Limited		

# As of March 2020; Equity consolidation up to September 2019

@ SFL has ownership in these entities through SAMCL

\*\* SFL has ownership in these entities through Sundaram Finance Holdings Limited

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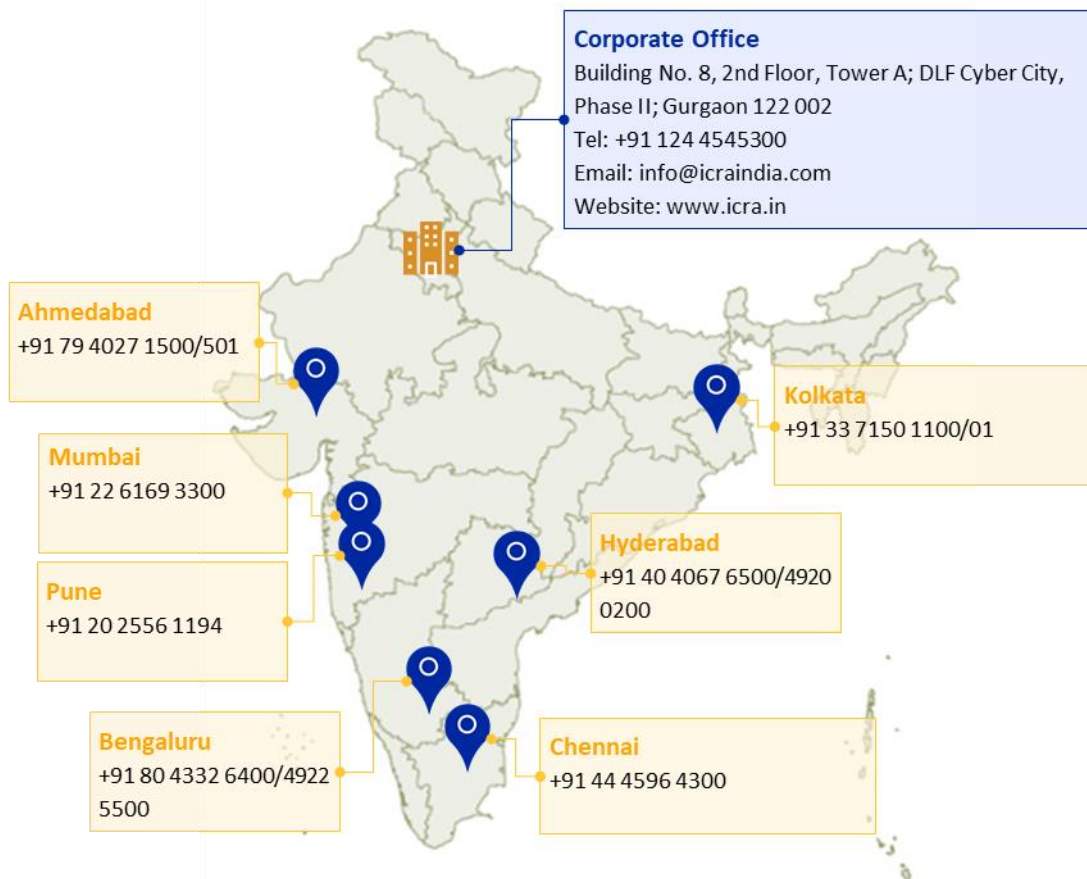
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