

April 03, 2023

## Vaya Finserv Private Limited: Ratings withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term bank facilities	1,000.00	-	[ICRA]BBB Rating Watch with Developing Implications; Withdrawn
Non-convertible debentures	48.00	-	[ICRA]BBB Rating Watch with Developing Implications; Withdrawn
Commercial paper programme	50.00	-	[ICRA]A3+ Rating Watch with Developing Implications; Withdrawn
<b>Total</b>	<b>1,098.00</b>	-	

\*Instrument details are provided in Annexure I;

In addition to the above instruments, ICRA has a rating outstanding on company's pass-through certificates; refer to this links for details: [Link 1](#)

### Rationale

ICRA has withdrawn the rating on the Rs. 1,000-crore long-term bank facilities, Rs. 48.00-crore non-convertible debentures and Rs. 50-crore commercial paper programme of Vaya Finserv Private Limited (VFPL) as the borrowings have been repaid by the company and there is no amount outstanding against the same. The ratings have been withdrawn in accordance with ICRA's policy on the withdrawal of credit ratings. The key rating drivers, liquidity position, rating sensitivities, and key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

### Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">Rating Methodology for Non-banking Finance Companies</a> <a href="#">Policy on Withdrawal of Credit Ratings</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone

### About the company

Vaya Finserv Private Limited (VFPL), incorporated in March 2014, is a non-banking financial company-microfinance institution (NBFC-MFI) with its registered office in Hyderabad. The company provides microloans under the joint liability group (JLG) model along with credit-linked insurance. As on September 30, 2022, VFPL was operating in 7 states through a network of 266 branches spread across 91 districts, catering to more than 5.5 lakh borrowers with a managed loan portfolio of Rs. 1,295 crore. The company sold its entire loan portfolio to a private sector bank through direct assignment transactions in February 2023 and ceased lending operations thereafter.

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

## Rating history for past three years

Instrument	Current Rating (FY2024)				Chronology of Rating History for the Past 3 Years						
	Type	Amount Rated (Rs. crore)	Amount Outstanding as of Mar 30, 2023 (Rs. crore) *	Date & Rating in FY2024	Date & Rating in FY2023			Date & Rating in FY2022		Date & Rating in FY2021	
				Apr 03, 2023	Jan 20, 2023	Dec 28, 2022 Dec 26, 2022	May 27, 2022	Feb 14, 2022 Jul 01, 2021 Apr 23, 2021	Mar 31, 2021	Nov 24, 2020 Sep 28, 2020	
1 Non-convertible debentures	Long term	48.00	-	[ICRA]BBB&; withdrawn	[ICRA]BBB&	[ICRA]BBB&	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB&	
2 Bank lines	Long term	1,000.00	-	[ICRA]BBB&; withdrawn	[ICRA]BBB&	[ICRA]BBB&	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB&	
3 Commercial paper programme	Short term	50.00	-	[ICRA]A3+&; withdrawn	[ICRA]A3+&	[ICRA]A3+&	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+&	

\*Source: Company; & - Rating on Watch with Developing Implications

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Non-convertible debentures	Simple
Bank lines	Simple
Commercial paper programme	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
INE02DI07035	Non-convertible debentures*	Oct 13, 2018	13.9%	Mar 31, 2023	25	[ICRA]BBB Rating Watch with Developing Implications; Withdrawn
INE02DI07092	Non-convertible debentures*	Mar 30, 2021	12.4%	Mar 30, 2023	23	[ICRA]BBB Rating Watch with Developing Implications; Withdrawn
NA	Long-term bank facilities*	NA	NA	NA	1,000	[ICRA]BBB Rating Watch with Developing Implications; Withdrawn
NA	Commercial paper programme – Yet to be issued	NA	NA	7-365 days	50	[ICRA]A3+ Rating Watch with Developing Implications; Withdrawn

*\*Instrument matured and/or fully redeemed/paid with no amount outstanding; Source: Company*

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

**Annexure II: List of entities considered for consolidated analysis – Not applicable**

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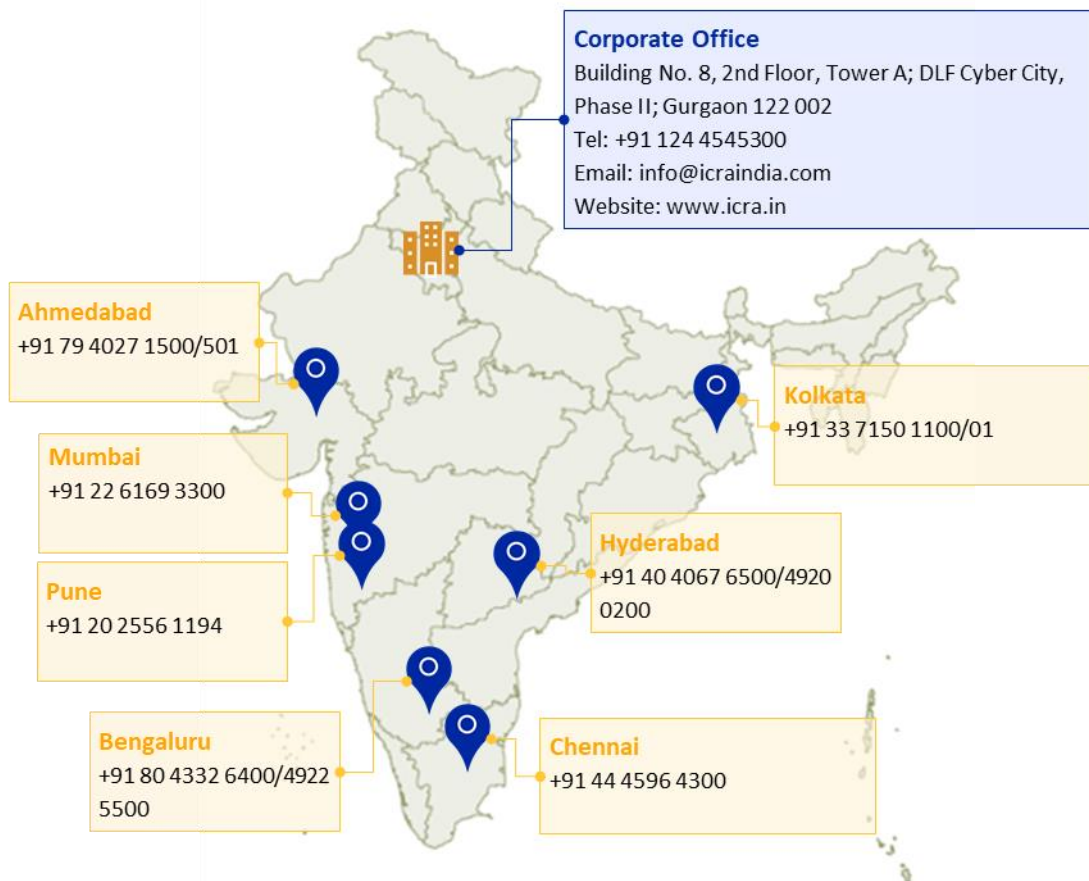
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### Branches



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