ICRA

October 20, 2023 (Revised)

JM Financial Asset Reconstruction Company 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 (NCD) programme	1,000.0	1,000.0	[ICRA]AA- (Stable); reaffirmed
NCD programme	0.0	1,000.0	[ICRA]AA- (Stable); assigned
Market linked debenture (principal protected) (MLD-PP) programme	700.0	700.0	PP-MLD[ICRA]AA- (Stable); reaffirmed
MLD-PP programme	300.0	0.0	PP-MLD[ICRA]AA- (Stable); reaffirmed and withdrawn
Long-term fund-based bank lines – Others	500.0	500.0	[ICRA]AA- (Stable); reaffirmed
Commercial paper programme	1,000.0	1,000.0	[ICRA]A1+; reaffirmed
Total	**3,500.0**	**4,200.0**	

**Instrument details are provided in Annexure I*

Rationale

The ratings continue to consider JM Financial Asset Reconstruction Company Limited's (JMFARCL) strong parentage by virtue of being a part of the JM Financial Group (the JM Group or the Group), which has an established franchise in the domestic financial services industry. JMFARCL is a strategically important venture for the Group and has strong linkages with JM Financial Limited (JMFL; rated [ICRA]AA (Stable)/[ICRA]A1+), the parent company, as evidenced by the shared brand name and demonstrated support at the operational, managerial and financial level. The ratings also factor in JMFARCL's established position in the domestic market with assets under management (AUM)[1] of Rs. 15,109 crore and its track of recoveries with a cumulative recoveries to cumulative acquisitions ratio of 47-61% during FY2020-FY2023.

The ratings are, however, constrained by the concentration risk and the higher share of large single corporate asset exposures in the AUM. The complex and protracted resolution process in this segment, coupled with the uncertainty associated with recoveries, can result in variability in cash flows and earnings. Nevertheless, the increase in the share of small and medium enterprise (SME) and retail assets in the AUM in the immediate past alleviates the risk to some extent. ICRA notes that the valuation of an asset reconstruction company's (ARC) assets and its management fee are linked to the recovery ratings of the security receipts (SRs). Thus, any adverse movement in the recovery rating profile of the portfolio can have a bearing on the company's financial profile. Thus, JMFARCL's ability to generate healthy cash flows through timely resolutions remains important from a credit perspective. Also, the asset reconstruction industry's prospects have remained susceptible to regulatory changes. In this backdrop, the company's ability to judiciously acquire new assets while maintaining a comfortable leverage will remain imperative for its credit profile.

ICRA has reaffirmed and withdrawn the rating assigned to the Rs. 300.0-crore principal protected market linked debenture (PP-MLD) programme of JM Financial Asset Reconstruction Company Limited (JMFARCL) as no amount is outstanding against the same. The rating has been withdrawn at the request of the company and as per ICRA's policy on the withdrawal of credit ratings.

[1]*Acquisition cost of SRs outstanding*

Key rating drivers and their description

Credit strengths

Strong linkage with parent and demonstrated track record of support; established position of the Group in financial services industry – The JM Group is a diversified financial services player with an established track record and franchise and a presence in investment banking, broking, wealth management, investment advisory services, asset management, private equity, lending and asset reconstruction. It is one of the leading players in capital markets and related businesses with a key focus on investment banking and merchant banking operations.

The Group was traditionally involved in capital market and related activities and gradually forayed into the lending business in 2008 to diversify its portfolio. JMFL commenced the lending business with wholesale financing (bespoke and mortgage-backed wholesale lending), leveraging its experience in investment banking, and subsequently added retail lending (mortgage-backed retail lending) to its portfolio. On a consolidated basis, the Group's revenue stream remains adequately diversified with the investment banking, mortgage lending, distressed credit, asset and wealth management and securities businesses (Platform AWS) and others contributing 36%, 34%, 13%, 16% and 1%, respectively, in Q1 FY2024. Fees and advisory income from businesses like securities broking, investment banking, wealth management and asset management help support the earnings profile.

JMFL, the holding company of the Group, acquired a controlling stake in the ARC business in FY2017. As on June 30, 2023, it held a 58.3%[2] stake in JMFARCL. The asset reconstruction business is a strategically important venture for the Group. Along with common branding, the Group has allocated significant resources in the form of demonstrated financial and management support to the company. In FY2018, JMFL infused ~Rs. 279-crore equity while Rs. 183 crore[3] was infused in FY2020. Further, JMFARCL has been sanctioned inter-corporate deposit limits for financial contingencies, if any (it availed Rs. 867 crore from Group entities in FY2023 on a cumulative basis). The Group also helps the company source borrowings. JMFL has two positions on JMFARCL's 10-member board (including five independent directors). ICRA expects JMFL to continue extending managerial and financial support to JMFARCL.

Established position in asset reconstruction space and experienced management team – JMFARCL has an established position in the asset reconstruction business in the domestic market. As of June 30, 2023, it was the third largest ARC in terms of net worth and AUM. The company remains sector agnostic with no sector accounting for more than 25% of the AUM[4]. Till date, it has acquired cumulative assets worth Rs. 77,058 crore for an acquisition price of Rs. 23,776 crore. Its AUM, as on June 30, 2023, stood at Rs. 15,109 crore of which JMFARCL's investment was Rs. 3,858 crore. The net asset value (NAV)[5] as on date was Rs. 10,860 crore (JMFARCL's NAV was Rs. 3,617 crore). The share of higher rated SRs (with recovery rating of RR2 and above) in terms of NAV, in JMFARCL's investment, remained healthy at 71% as of June 30, 2023[6]. As of June 2023, the asset reconstruction business was managed through five branches and by a team of 59 members[7]. Most of the team has been with the company since inception.

A large share of JMFARCL's underlying assets, ~54% of the AUM as on June 30, 2023 (~78% as on March 31, 2022), represents large single borrower corporate segment. ICRA notes that a large single borrower segment is riskier than the retail segment on account of the larger ticket size, higher complexity involved in the transactions, and the protracted resolution process. However, comfort is drawn from the increasing share of the SME (~27% of the AUM as on June 30, 2023 from ~22% of AUM

---

[2] Consolidated shareholding of JMFL
[3] In the form of CCDs
4 As of March 31, 2023
[5] Fair value of SRs outstanding
[6] JMFARCL's investment in higher rated SRs, in terms of the corresponding acquisition cost, was 63% as of June 2023
[7] In the retail segment, the responsibility of collection lies with the seller and/or is outsourced to a third-party collection agency

as on March 31, 2022) and retail portfolios (~19% of the AUM as on June 30, 2023 compared to 0% as on March 31, 2022), consisting of multiple borrowers. Going forward, JMFARCL plans to focus on acquiring SME and retail assets. Nonetheless, the share of SME and retail assets is expected to remain modest in the near to medium term, given the relatively shorter time for such resolution.

Credit challenges

Volatile cash flows and earnings due to inherent nature of the business; adequate capitalisation but incremental growth contingent on availability of capital – ICRA notes that the cash flows and profitability of the entities operating in the ARC segment remain volatile, given the inherent nature of the asset reconstruction business. Further, the valuation of an ARC's assets and its management fee are linked to the recovery ratings of the SRs. Thus, any adverse movement in the recovery rating profile of the portfolio can have a bearing on the company's financial profile. It is to be noted that the recovery proceeds are first used for the payment of management fees and other expenses and dues, while the balance is used for the redemption of the SRs. Thus, the SR redemption ratio trails behind the recovery ratio. JMFARCL's reported return on assets (RoA) has been volatile and ranged between -3.5% and 5% in the last five years (FY2019 to FY2023). The profitability was impacted in FY2023 by the sizeable provisioning on large corporate SRs wherein recoveries were delayed, resulting in net losses. Correspondingly, the net worth reduced to Rs. 1,533 crore as of March 2023 from Rs. 1,686 crore as of March 2022.

JMFARCL's capitalisation profile remained adequate with a net worth of Rs. 1,558 crore and a leverage of 1.9 times as on June 30, 2023. ICRA, however, notes that the incremental growth in JMFARCL's own share in the AUM will remain contingent on the availability of equity and debt capital. Nevertheless, comfort is drawn from the demonstrated track record of regular capital infusion (Rs. 279 crore in FY2018 in the form of equity and Rs. 200 crore in FY2020 in the form of CCDs[8]) by the existing shareholders. The company also remains open to investing through the co-investment model, which limits its upfront capital requirement. Going forward, JMFARCL's ability to achieve timely resolutions and healthy recoveries from its assets will remain important from a credit perspective.

Concentration risk – Given the higher share of the large single borrower segment and the company's intent to hold a controlling interest in the asset for an efficient resolution process, JMFARCL remains exposed to concentration risk. The top 5 exposures in JMFARCL's own share in the portfolio accounted for ~61% of its AUM as on June 30, 2023. The resolution process for the single borrower asset class involves a higher level of complexity, significant engagement with the promoters and a protracted recovery process with low recoveries in the initial years. Nonetheless, ICRA draws comfort from JMFARCL's adequate track record of recovery of assets. JMFARCL's cumulative recoveries to cumulative acquisitions has remained in the range of 47-61%[9] over the last four years (FY2020 to FY2023). The cumulative recovery ratio was 55% in Q1 FY2024. The NAV of the higher rated SRs (with expected recovery of more than 75%) was 49% of the AUM as of June 30, 2023, while JMFARCL's own share in higher rated SRs was 71% of NAV.

Evolving nature of the industry with challenges in acquiring assets at reasonable prices – The asset reconstruction industry's prospects remain susceptible to regulatory changes. However, the amended regulatory framework, requiring a higher capitalisation level for undertaking ARC operations and lower investment requirement for acquisitions and the option to participate as a resolution applicant under the Insolvency and Bankruptcy Code (IBC), is expected to benefit established ARCs. JMFARCL's ability to judiciously acquire new assets while maintaining a comfortable capital structure and a competitive borrowing cost remains important. Moreover, the developments related to the securitisation of stressed assets and the commencement of National Asset Reconstruction Company Limited and their impact on the private players in the industry will remain monitorable. 4% of SRs in JMFARCL's own NAV are more than 8 years old as these are carried on a fair value basis on expected recoveries, accounting for 7% of its standalone net worth. Any regulatory changes in relation to the valuation of these SRs could have a material impact on the company's reported profitability and net worth.

---

[8] *In FY2023, the CCDs were converted to equity shares. Post conversion, JMFL continues to be the largest shareholder in JMFARCL*

[9] *Excludes recoveries against loans disbursed by JMFARCL*

Liquidity position: Adequate

As of June 30, 2023, JMFARCL had liquidity of Rs. 21 crore (excluding unutilised bank lines of Rs. 95 crore, and excluding inter-corporate loan facilities) vis-à-vis a debt obligation of Rs. 278 crore due in the next six months. Even though the on-balance sheet liquidity remains low, ICRA draws comfort from the available inter-corporate loan facilities. JMFL's shareholders have passed an enabling resolution for transactions with JMFARCL (including providing loans/inter-corporate deposits/investments) up to Rs. 750 crore in a financial year from the parent company, which can be drawn if required. Further, JMFARCL has arrangements with Group companies for availing inter-corporate loans. In FY2023, the cumulative inter-corporate deposits (ICDs) utilised from the parent and Group companies stood at Rs. 867 crore.

Rating sensitivities

Positive factors – The rating may be upgraded if there is an improvement in the credit profile of the Group.

Negative factors – The ratings may be downgraded if there is a deterioration in the credit profile of the Group and/or if there is weakening in the linkages with the parent. The ratings may also come under pressure if the company's capitalisation or the trajectory of its recoveries, and hence profitability, weakens significantly on a sustained basis.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Rating Methodology – Non-banking Finance Companies (NBFCs) Rating Approach – Implicit Parent or Group Support Policy for Rating Withdrawal
Parent/Group support	JM Financial Group (i.e. JMFL, the parent company)
Consolidation/Standalone	JMFARCL (standalone)

About the company

Incorporated in September 2007, JMFARCL is registered with the Reserve Bank of India (RBI) under the SARFAESI Act, 2002 as a securitisation and asset reconstruction company. It is engaged in the business of acquiring non-performing financial assets from banks/financial institutions and the resolution of the same. The company is a subsidiary of JM Financial Limited (JMFL), which held a 53.6% stake as on June 30, 2023. The balance is held by JM Financial Credit Solutions Limited (10.0%), Mr. Narotam Sekhsaria (14.3%), Valiant Mauritius Partners FDI Ltd. (8.4%), Indian Overseas Bank (5.3%) and others (5.3%). As on June 30, 2023, the company operated through five branches (including the head office) – two in Mumbai and one each in Bengaluru, Delhi and Kolkata.

JMFARCL reported a net profit of Rs. 24 crore in Q1 FY2024 on total income of Rs. 124 crore. It had reported a net loss of Rs. 155 crore on total income of Rs. 85 crore in FY2023 compared to a net profit of Rs. 172 crore on total income of Rs. 511 crore in FY2022.

Key financial indicators (audited) – JMFARCL

JMFARCL Standalone	FY2022	FY2023	Q1 FY2024^
Total Income (report)	511	235	124
Total income (adjusted for fair value valuation losses)	511	85	124
Profit after tax	172	(155)	24
Net worth	1,686	1,533	1,558
Investment in SRs	3,053	3,596	3,508
Assets under management	10,936	13,558	15,109
Reported total assets*	4,100	4,711	4,596
Return on assets	4.1%	-3.5%	2.1%
Return on net worth!	10.7%	-9.6%	6.3%
Gross gearing (times)	1.4	2.0	1.9

*Source: Company, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore; ^Limited review; *Based on net loan book*

JM Financial Group

JM Financial Limited (JMFL) is the holding company of the operating entities in the JM Financial Group, which is an integrated and diversified financial services group. While JMFL is engaged in investment banking, portfolio management, wealth management and the management of private equity fund(s) at the standalone level, the consolidated operations encompass (a) investment bank, which includes investment banking, institutional equities and research, private equity business, fixed income, syndication and corporate/promoter finance, capital market related lending, wealth management services for high-net-worth individual (HNI)/ultra HNI clients, and portfolio management services, (b) mortgage lending, which includes wholesale as well as retail mortgage lending (affordable housing loans), (c) alternative and distressed credit, which includes the asset reconstruction business, and (d) Platform AWS (asset management, retail wealth management and retail securities business) which includes mutual funds, wealth management for retail and elite clients, investment advisory, distribution business and equity broking.

As on June 30, 2023, the consolidated loan book stood at Rs. 15,891 crore (Rs. 15,653 crore as on March 31, 2023 and Rs. 12,606 crore as of June 30, 2022), distressed credit business AUM at Rs. 15,109 crore (Rs. 13,558 crore as on March 31, 2023 and Rs. 11,405 crore as of June 30, 2022), private wealth management AUM at Rs. 58,163 crore (Rs. 56,515 crore as on March 31, 2023 and Rs. 61,660 crore as of June 30, 2022) and mutual fund quarterly average AUM (QAAUM) at Rs. 3,154 crore (Rs. 2,969 crore as on March 31, 2023 and Rs. 3,057 crore as of June 30, 2022). The Group is headquartered in Mumbai and has a presence in ~768 locations spread across ~213 cities in India. JMFL's equity shares are listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE).

JMFL reported a consolidated net profit (including share of non-controlling interest) of Rs. 709 crore (Rs. 992 crore in FY2022) on total income of Rs. 3,343 crore in FY2023 (Rs. 3,763 crore in FY2022). It reported a consolidated net profit (including share of non-controlling interest) of Rs. 176 crore on total income of Rs. 1,081 crore in Q1 FY2024 compared to a net profit of Rs. 198 crore on total income of Rs. 806 crore in Q1 FY2023.

Key financial indicators (audited)

JMFL – Consolidated	FY2022	FY2023	Q1 FY2024^
Total income	3,763	3,343	1,081
Profit after tax	992	709	176
Profit after tax (adjusted for minority interest)	773	597	166
Net worth	10,573	11,217	11,413
Gross loan book*	13,017	15,653	15,891
Net total assets**	25,762	29,318	30,002
Return on assets	3.9%	2.5%	2.3%
Return on net worth	9.8%	6.5%	6.2%
Return on net worth (adjusted for minority interest)	10.6%	7.6%	8.1%
Gross gearing (times)[!]	1.2	1.4	1.5
Gross NPA	4.3%	3.4%	4.0%
Net NPA	2.7%	2.1%	2.3%
CRAR[@]	39.4%	38.5%	35.8%

*Source: JMFL, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore; ^Limited review; *Loan book of JM Financial Credit Solutions Limited (JMFCSL), JM Financial Capital Limited (JMFCL), JM Financial Products Limited (JMFPL) and JM Financial Home Loans Limited (JMFHL), excluding episodic loans; **Excluding goodwill; [!]Excludes borrowing for initial public offering (IPO) financing segment and includes accrued interest; [@]For JMFCSL, JMFCL, JMFPL and JMFHL*

Status of non-cooperation with previous CRA: Not applicable

Any other information

Certain entities in the Group also face prepayment risk, given the possibility of debt acceleration upon the breach of covenants, including financial covenants, operating covenants and rating linked covenants. Upon failure to meet the covenants, if the company is unable to get waivers from the lenders/investors or the lenders/investors do not provide it with adequate time to arrange for alternative funding to pay off the accelerated loans, the ratings would face pressure.

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 Sep 15, 2023 (Rs. crore)	Current Rating	Date & Rating in FY2023				Date & Rating in FY2022			Date & Rating in FY2021
					Oct 20, 2023	Mar 31, 2023	Feb 01, 2023	Oct 20, 2022	Sep 29, 2022	Jan 31, 2022	Oct 6, 2021	Jul 9, 2021	Mar 18, 2021 Feb 26, 2021 Sep 28, 2020 Jul 10, 2020
1	NCD programme	Long term	2,000.0	1,000.0	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
2	MLD (PP) programme	Long term	700.0	655.0	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)
3	MLD (PP) programme	Long term	300.0	0.0	PP-MLD[ICRA]AA- (Stable); reaffirmed and withdrawn	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)	PP-MLD[ICRA]AA- (Stable)
4	Fund-based bank lines – Others	Long term	500.0	500.0	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	-	-	-	-
5	CP programme	Short term	1,000.00	0.0	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
6	Long-term bank lines (cash credit)^	Long term	-	-	-	-	-	-	-	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
7	Long-term bank lines (term loan)^	Long term	-	-	-	-	-	-	-	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)
8	Long-term bank lines (unallocated)^	Long term	-	-	-	-	-	-	-	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)	[ICRA]AA- (Stable)

^Clubbed with long-term fund-based bank lines

Complexity level of the rated instruments

Instrument	Complexity Indicator
NCD programme	Simple*
Fund-based bank lines – Others	Simple
MLD-PP programme	Complex^
Commercial paper	Very Simple**

**For the utilised portion of Rs. 1,000 crore and subject to change based on the terms of issuance for the balance amount*

^ For the utilised portion of Rs. 655 crore and subject to change based on the terms of issuance for the balance amount

***Subject to change based on the terms of issuance*

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	Coupon Rate (%)	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
INE265J07407	MLD (PP)	Sep-01-2021	10-year G-Sec linked	Oct-05-2023	75.00	PP-MLD[ICRA]AA- (Stable)
INE265J07407	MLD (PP)	Nov-12-2021	10-year G-Sec linked	Oct-05-2023	55.00	PP-MLD[ICRA]AA- (Stable
INE265J07415	MLD (PP)	Sep-03-2021	G-Sec linked	Mar-04-2024	50.00	PP-MLD[ICRA]AA- (Stable)
INE265J07423	MLD (PP)	Feb-11-2022	G-Sec linked	Jun-11-2024	70.00	PP-MLD[ICRA]AA- (Stable)
INE265J07431	MLD (PP)	May-26-2022	G-Sec linked	Jul-26-2024	100.00	PP-MLD[ICRA]AA- (Stable)
INE265J07449	MLD (PP)	Aug-30-2022	G-Sec linked	Nov-26-2024	150.00	PP-MLD[ICRA]AA- (Stable)
INE265J07449	MLD (PP)	Sep-27-2022	G-Sec linked	Nov-26-2024	30.00	PP-MLD[ICRA]AA- (Stable)
INE265J07456	MLD (PP)	Nov-18-2022	G-Sec linked	Feb-28-2025	125.00	PP-MLD[ICRA]AA- (Stable)
NA	MLD (PP) (yet to be placed)	-	-	-	300.00	PP-MLD[ICRA]AA- (Stable); withdrawn
NA	MLD (PP) (yet to be placed)	-	-	-	45.00	PP-MLD[ICRA]AA- (Stable)
INE265J07464	NCD	Dec-21-2022	9.60%	Jun-21-2024	75.00	[ICRA]AA- (Stable)
INE265J07472	NCD	Dec-21-2022	9.60%	Dec-20-2024	50.00	[ICRA]AA- (Stable)
INE265J07480	NCD	Dec-21-2022	9.60%	Jun-20-2025	75.00	[ICRA]AA- (Stable)
INE265J07498	NCD	Dec-21-2022	9.60%	Dec-19-2025	50.00	[ICRA]AA- (Stable)
INE265J07506	NCD	Feb-02-2023	10.21%	Feb-02-2026	400.00	[ICRA]AA- (Stable)
INE265J07514	NCD	Feb-07-2023	10.20%	Aug-07-2025	175.00	[ICRA]AA- (Stable)
INE265J07522	NCD	Feb-07-2023	10.20%	May-07-2025	175.00	[ICRA]AA- (Stable)
NA	NCD (yet to be placed)	-	-	-	1,000.00	[ICRA]AA- (Stable)
NA	Fund-based bank lines - others	-	-	-	500.00	[ICRA]AA- (Stable)
NA	CP (yet to be placed)	-	-	7-365 days	1,000.00	[ICRA]A1+

Source: Company; As on September 15, 2023

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

Annexure II: List of entities considered for consolidated analysis

Not applicable

Corrigendum

Rationale dated October 20, 2023, has been revised with changes as below:

The reason for withdrawing the rating assigned to Rs. 300-crore principal protected market linked debenture (PP-MLD) programme is added on page 1.

ANALYST CONTACTS

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

Anil Gupta
+91 124 4545 314
anilg@icraindia.com

Deep Inder Singh
+91 124 4545 830
deep.singh@icraindia.com

Kruti Jagad
+91 22 6114 3447
kruti.jagad@icraindia.com

Komal Mody
+91 22 6114 3424
komal.mody@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.

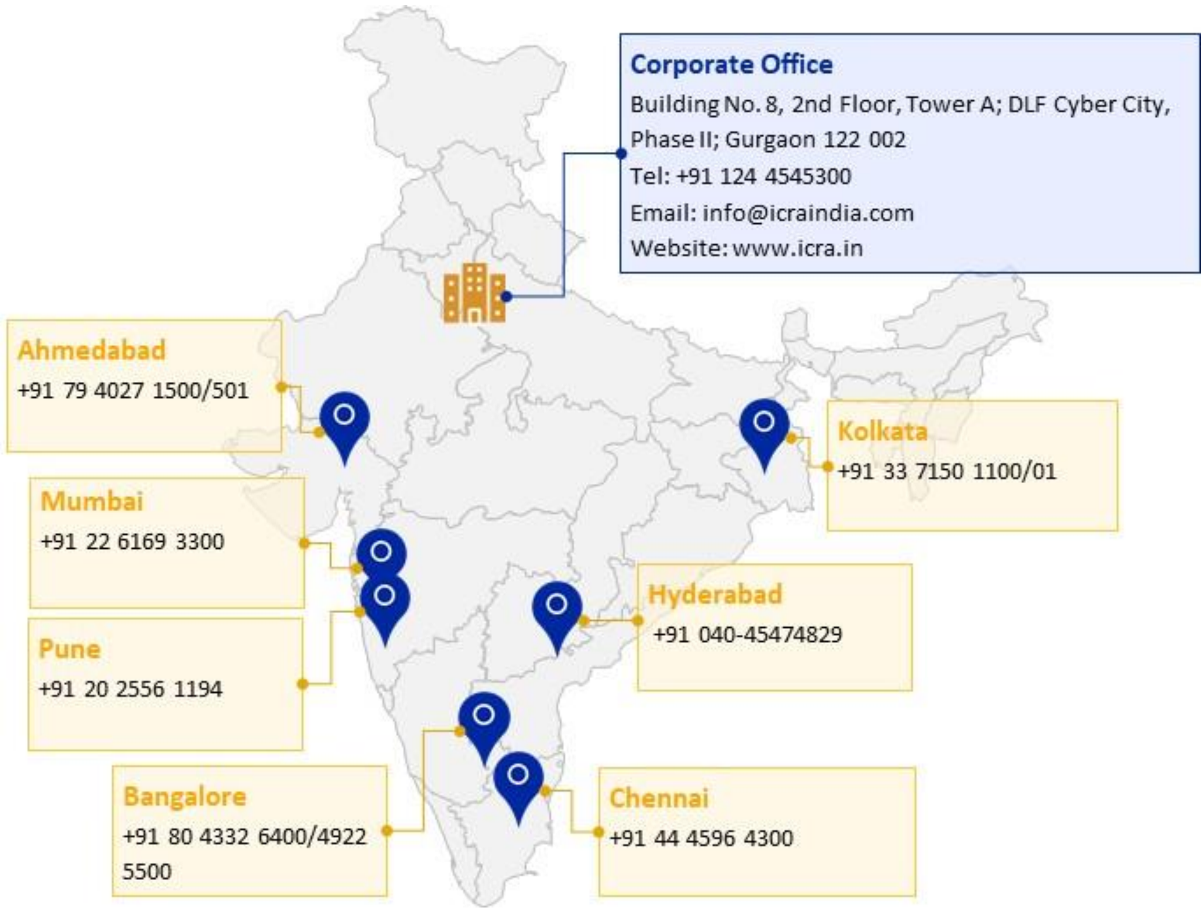
For more information, visit www.icra.in

ICRA Limited

Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45

Branches



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.