

December 12, 2024

Aviom India Housing Finance Pvt Ltd: Rating moved to Non-Cooperating category and continuous on Rating Watch with Negative Implications.

Summary of rating action

Trust Name	Instrument ^	Initial Rated Amount (Rs. crore)	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Argentum Trust 004	Series A1 PTC	19.32	17.31	17.31	Provisional [ICRA]BB(SO); ISSUER NOT COOPERATING; Rating Watch with Negative Implications; Rating moved to 'Issuer Not Cooperating' category and Continues on Rating Watch with Negative Implication

**Issuer did not cooperate; based on best available information*

^Instrument details are provided in Annexure I

Rationale

ICRA has moved the rating for the pass-through certificates (PTCs) issued by Argentum Trust 004, backed by a pool of loan receivables originated by Aviom India Housing Finance Pvt Ltd {Originator; rated [ICRA]D (Issuer Not Cooperating)}, to the 'Issuer Not Cooperating' category.

As a part of its process and in accordance with its rating agreement with the Originator, ICRA has been trying to seek information and copies of the executed documents from the entity in order to finalise the provisional rating assigned to the above-mentioned PTC. Despite repeated requests, the entity's management has remained non-cooperative. In the absence of the requisite information and in line with ICRA's aforesaid policy, a rating view has been taken on the entity based on the best available information. Thus, the rating has been moved to the 'Issuer Not Cooperating' category.

The rating of the Originator was revised by ICRA to [ICRA]D from [ICRA]BBB+ (Stable) on November 26, 2024.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators [Click Here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Rating Methodology for Securitisation Transactions Policy in Respect of Non-cooperation by a Rated Entity
Parent/Group support	Not Applicable
Consolidation/Standalone	Not Applicable

Pending actions/documents required to be completed for conversion of the provisional rating into final

The assigned rating is provisional and would be converted into a final rating upon the execution of:

1. Trust Deed
2. Assignment Agreement
3. Legal Opinion
4. Trustee Letter
5. Chartered Accountant's know your customer (KYC) certificate
6. Any other documents executed for the transaction

Validity of provisional rating

The trust is expected to complete the pending actions/execute the pending documents in the near term. However, in case of continued pendency of the actions/documents beyond one year of the provisional rating rationale dated August 8, 2024, the

provisional rating would be withdrawn for the transaction even if the instrument has been issued.

Risks associated with the provisional rating

In case the issuance is completed, but the pending actions/documents are not completed for the transaction within one year (validity period) from the assignment of the rating, the provisional rating will be withdrawn in accordance with ICRA's Policy on Provisional Ratings available at www.icra.in.

About the originator

Aviom, which commenced operations in 2016, is a social impact focused affordable housing finance company catering to customers with undocumented informal income in urban and semi-urban areas. It operates in the white space between traditional housing finance and microfinance and provides loans for sanitation, home extension, home improvement, and construction and loan against property (LAP) to low-income families from the informal sector with a strong focus on women, thereby promoting women empowerment.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

S. No.	Trust Name	Instrument	Current Rating (FY2025)					Chronology of Rating History for the Past 3 Years		
			Initial Amount Rated (Rs. crore)	Current Amount Rated (Rs. crore)	Date & Rating in FY2025			Date & Rating in FY2024	Date & Rating in FY2023	Date & Rating in FY2022
					Dec 12, 2024	Nov 27, 2024	Aug 08, 2024			
1	Argentum Trust 004	Series A1 PTC	19.32	17.31	Provisional [ICRA]BB(SO); ISSUER NOT COOPERATING; Rating Watch with Negative Implications	Provisional [ICRA]BB(SO); Rating Watch with Negative Implications	Provisional [ICRA]A+(SO)	-	-	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Series A1 PTC	Moderately Complex

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

Trust Name	Instrument	Date of Issuance/Sanction	Coupon Rate (p.a.p.m.)	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
Argentum Trust 004	Series A1 PTC	Jul 31, 2024	12.50%^	Feb 15, 2034	17.31	Provisional [ICRA]BB(SO); ISSUER NOT COOPERATING; Rating Watch with Negative Implications

Source: Company

^Linked to 3M SBI MCLR with 3-month reset; rate revision applicable from the date of change in MCLR

Annexure II: List of entities considered for consolidated analysis

Not applicable

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About ICRA Limited:

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