

Rating Rationale

March 07, 2024 | Mumbai

HDB Financial Services Limited

'CRISIL AAA/Stable' assigned to Subordinated Debt, Perpetual Bonds

Rating Action

Total Bank Loan Facilities Rated	Rs.40000 Crore
Long Term Rating	CRISIL AAA/Stable (Reaffirmed)

Rs.2000 Crore Subordinated Debt	CRISIL AAA/Stable (Assigned)
Rs.500 Crore Perpetual Bonds	CRISIL AAA/Stable (Assigned)
Rs.20000 Crore Non Convertible Debentures	CRISIL AAA/Stable (Reaffirmed)
Rs.5000 Crore Non Convertible Debentures	CRISIL AAA/Stable (Reaffirmed)
Rs.5000 Crore (Reduced from Rs.12500 Crore) Commercial Paper	CRISIL A1+ (Reaffirmed)
Non Convertible Debentures Aggregating Rs.24036.82 Crore (Reduced from Rs.26286.82 Crore)	CRISIL AAA/Stable (Reaffirmed)
Perpetual Bonds Aggregating Rs.1000 Crore	CRISIL AAA/Stable (Reaffirmed)
Subordinated Debt Aggregating Rs.3250 Crore (Reduced from Rs.3300 Crore)	CRISIL AAA/Stable (Reaffirmed)

Note: None of the Directors on CRISIL Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.
1 crore = 10 million
Refer to Annexure for Details of Instruments & Bank Facilities

Detailed Rationale

CRISIL Ratings has assigned '**CRISIL AAA/Stable**' rating on subordinate debt of Rs 2000 crore and Perpetual Bond of Rs 500 crore of HDB Financial Services Limited (HDBFS). Ratings on existing facilities have been reaffirmed at 'CRISIL AAA/Stable/CRISIL A1+'.

CRISIL Ratings has also withdrawn its rating on the non-convertible debentures of Rs 2250 crore of NCDs and Rs 50 crore Subordinate debt as these have been redeemed and CRISIL Ratings has received independent verification that these instruments are fully redeemed. Withdrawal (See Annexure 'Details of Rating Withdrawn' for details) is in-line with its withdrawal policy. CRISIL Ratings has also reduced rated quantum of commercial paper by Rs 7500 crore based on independent third party confirmation.

The ratings of Debt Instruments of HDBFS continue to reflect strategic importance to and expectation of continued support from its parent and majority owner HDFC Bank Ltd (HDFC Bank; rated 'CRISIL AAA/CRISIL AA+*/Stable'). The shared logo also enhances the moral obligation of HDFC Bank towards this entity. The ratings are also underpinned by the company's established presence in the retail finance space, and its healthy capitalisation.

HDBFS's overall credit profile remains supported by healthy capitalisation with networth of Rs 11,952 crore and gearing stood at 5.59 times as on December 31, 2023. This has supported the company in demonstrating healthy growth in Asset under management (AUM) to Rs 83,989 crore as on December 31, 2023, from Rs 70,084 crore as on March 31, 2023 (Rs 61,444 crore as on March 31, 2022).

The company's gross stage III assets reduced to 2.25% (Rs 1886 crore) as on December 31, 2023 from 2.73% (Rs 1915 crore) as on March 31, 2023 (4.99% (Rs 3059 crore) as on March 31, 2022), led by write offs and lower slippages. Healthy collection efficiency levels and improved early buckets stage 1 and stage 2 levels indicate steady asset quality going forward.

Further, the company's profitability has also improved with ROA improving to 3.1% for nine months ended December 31, 2023, and 2.97% in fiscal 2023 from 1.62% in fiscal 2022, supported by reduced credit costs to 1.4% and 1.5% from 2.0% in 9MFY24 and fiscal 2023 from 4.0% in fiscal 2022. However, the company's ability to maintain asset quality and profitability at around current levels will be monitorable.

*Tier I Bonds

Analytical Approach

For arriving at the ratings, CRISIL Ratings has analysed the business and financial risk profiles of HDBFS. CRISIL Ratings has factored in the strong support that HDBFS is expected to receive from its parent, HDFC Bank, as and when required.

Key Rating Drivers & Detailed Description**Strengths:****Majority ownership by, and strategic importance to HDFC Bank:**

HDBFS is of strategic importance to the bank (HDFC Bank) as it complements the latter's product portfolio, distribution network, and also supports the collection activities for the retail portfolio of HDFC Bank. The shared logo also enhances the moral obligation of HDFC Bank towards this entity. The company also benefits from regular funding support from HDFC Bank, in the form of equity and debt.

Established presence in the retail finance segment:

HDBFS has emerged as one of the larger players in the retail financing space, over the past few years. The Asset under Management stood at Rs 83,989 crore as on December 31, 2023 against Rs 70,084 crore as on March 30, 2023 (Rs 61,444 crore, as on March 31, 2022).

HDBFS has a diversified product base with commercial vehicle/construction equipment (CV/CE) financing comprising 44% of the AUM as on December 31, 2023, loan against property comprising 24%, business loans being 24%. HDBFS has now expanded into consumer durable financing, gold loans, digital products loans and other related segments and its share has increased to 8% of the AUM as on December 31, 2023, from 3% as on March 31, 2019. Apart from its traditional focus on the self-employed segment in non-metros, the company has now widened its reach to the metros as well.

Healthy capital position:

Capitalisation remains healthy, as reflected in overall Capital adequacy of 17.99% as on December 31, 2023 (Tier I car of 15.91% and overall CAR of 20.05% respectively as on March 31, 2023). Reported Net worth stood at around Rs 11,952 crore as on December 31, 2023, as against Rs 11,437 crore as on March 31, 2023, while gearing stood stable at 5.59 times and 4.8 times during similar period. Capital position is supported by healthy internal accruals. Cushion for asset side risks was adequate, as reflected in net worth coverage for net non-performing assets (NPAs) at around 20 times as on December 31, 2023.

While capital generation remains comfortable, the capital profile is also aided by ability to raise capital from the parent (HDFC Bank) as and when required.

Weakness:**Ability to maintain asset quality and profitability remains monitorable:**

HDBFS's gross stage III assets reduced to 2.25% as on December 31, 2023 and 2.73% as on March 31, 2023, as against 4.99% as on March 31, 2022 (4.5% as on March 31, 2021). The reduction is supported by writeoffs and lower slippages. The company has maintained stage III provision cover of 68% as on December 31, 2023. Further, Healthy collection efficiency levels and improved early buckets stage 1 and stage 2 asset levels, indicate steady asset quality going forward.

Improved trajectory in asset quality would limit credit costs and therefore support overall profitability going forward. The company's Return on assets (RoA) improved to 3.1% for in nine months ended of fiscal 2024 and 2.97 % for FY23 from 1.62% in fiscal 2022. This was driven by reduction in overall credit costs to 1.4% in in nine months ended of fiscal 2024 and 2.0% in fiscal 2023 from 4.0% in fiscal 2022 (5% in FY21).

Liquidity : Superior

HDBFS's asset-liability management profile had positive cumulative mismatch across buckets as on December 31, 2023. As on December 31, 2023, liquidity is adequate with liquidity in the form of cash bank balance, investments, MF and government securities (Face Value) of Rs 2,075 crore and unutilised bank lines of Rs 3,830 crore aggregating to Rs 5,905 crore which is sufficient to meet over two month's debt obligations. The company's liquidity is further cushioned by healthy inflows from assets, option to securitise loans and funding support from HDFC Bank, if required.

Outlook Stable

CRISIL Ratings factors strong financial support for HDBFS, from HDFC Bank. On a standalone basis, HDBFS should maintain its strong position in the retail finance space.

The rating on perpetual bonds remains sensitive to the capital buffer maintained by HDBFS, over regulatory capital requirements, and rating transition on these instruments could potentially be sharper than those on other debt instruments and bank facilities.

Rating Sensitivity factors**Downward Factor:**

- Downward change in the credit risk profile of HDFC Bank by 1 notch could have a similar rating change on HDBFS.
- Diminution in expected support from HDFC Bank, caused by a significant decline in the bank's ownership, or in strategic importance of HDBFS to HDFC Bank

About the Company

HDBFS was set up as a non-banking finance company by HDFC Bank in June 2007. The company began operations in fiscal 2008. As on December 31, 2023, HDFC Bank owned 94.81% of HDBFS's equity shares. On the same date, the company had 1492 branches across 1054; cities in India. Apart from the lending business, HDBFS is also engaged in the distribution of general and life insurance products for HDFC Ergo General Insurance Company and HDFC Standard Life Insurance Company, respectively. The company also runs BPO services that undertake collection services, back office and sales support functions under a contract with HDFC Bank.

HDBFS reported a profit after tax of Rs 1959 crore on total income (net of interest expenses) of Rs 8891 crore for fiscal 2023, against Rs 1,011 crore on Rs 7,981 crore for fiscal 2022, respectively, in previous fiscal.

The company reported PAT of Rs 1805 crore on total income (Net off interest expenses) of Rs 7017 crore for the nine months ended of fiscal 2024.

Key Financial Indicators

As on /for the year ended		Dec 2023	Mar 2023	Mar 2022
Total assets	Rs crore	84374	70050	62026
Profit after tax	Rs crore	1805	1959	1011
Gross NPA	%	2.25	2.73	4.99
Overall capital adequacy ratio	%	19.42	20.05	20.22
Return on average assets	%	3.1	2.97	1.62

Any other information: Not applicable

Note on complexity levels of the rated instrument:

CRISIL Ratings` complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

CRISIL Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the CRISIL Ratings` complexity levels please visit www.crisilratings.com. Users may also call the Customer Service Helpdesk with queries on specific instruments.

Annexure - Details of Instrument(s)

ISIN	Name of the instrument	Date of issuance	Coupon rate (%)	Maturity date	Issue Size (In Cr)	Complexity Levels	Rating assigned with Outlook
NA	Perpetual Bonds #	NA	NA	NA	500	Highly Complex	CRISIL AAA/Stable
NA	Subordinate debt #	NA	NA	NA	2000	Complex	CRISIL AAA/Stable
NA	Commercial Paper Programme	NA	NA	7 to 365 Days	5000	Simple	CRISIL A1+
INE756I08231	Perpetual Bonds	29-Oct-2021	7.68%	Perpetual	150	Highly Complex	CRISIL AAA/Stable
INE756I08199	Perpetual bonds	16-Aug-2019	8.70%	Perpetual, unless call option is exercised any time after 10 years from the Deemed Date of Allotment.	100	Highly Complex	CRISIL AAA/Stable
INE756I08165	Perpetual bonds	7-Sep-2018	9.15%	Perpetual, unless call option is exercised any time after 10 years from the Deemed Date of Allotment.	100	Highly Complex	CRISIL AAA/Stable
INE756I08157	Perpetual bonds	6-Aug-2018	9.40%	Perpetual, unless call option is exercised any time after 10 years from the Deemed Date of Allotment.	200	Highly Complex	CRISIL AAA/Stable
INE756I08207	Perpetual bonds	29-Nov-2019	8.70%	Perpetual, unless call option is exercised any time after 10 years Date from the Deemed of Allotment	100	Highly Complex	CRISIL AAA/Stable
INE756I08249	Perpetual bonds	15-Dec-2023	8.50%	15-Dec-2033	150	Highly Complex	CRISIL AAA/Stable
INE756I08264	Perpetual bonds	29-Dec-2023	8.45%	29-Dec-2033	200	Highly Complex	CRISIL AAA/Stable
NA	Proposed long term bank loan facility	NA	NA	NA	2224.62	NA	CRISIL AAA/Stable
NA	Long term bank facility	NA	NA	NA	32782.48	NA	CRISIL AAA/Stable
NA	External Commercial Borrowings*	NA	NA	NA	2077.9	NA	CRISIL AAA/Stable
NA	Working Capital Facility	NA	NA	NA	2915	NA	CRISIL AAA/Stable
INE756I08066	Subordinate Debt	18-Mar-2014	10.19%	18-Mar-2024	80	Complex	CRISIL AAA/Stable
INE756I08074	Subordinate Debt	20-Jun-2014	9.70%	20-Jun-2024	200	Complex	CRISIL AAA/Stable

INE756I08082	Subordinate Debt	13-Nov-2014	9.55%	13-Nov-2024	100	Complex	CRISIL AAA/Stable
INE756I08090	Subordinate Debt	17-Nov-2014	9.55%	15-Nov-2024	200	Complex	CRISIL AAA/Stable
INE756I08108	Subordinate Debt	22-Jul-2016	8.79%	22-Jul-2026	220	Complex	CRISIL AAA/Stable
INE756I08116	Subordinate Debt	6-Dec-2016	8.05%	4-Dec-2026	170	Complex	CRISIL AAA/Stable
INE756I08124	Subordinate Debt	1-Feb-2018	8.42%	1-Feb-2028	150	Complex	CRISIL AAA/Stable
INE756I08132	Subordinate Debt	21-Feb-2018	8.45%	21-Feb-2028	130	Complex	CRISIL AAA/Stable
INE756I08215	Subordinate Debt	2-Nov-2020	7.35%	1-Nov-2030	356.5	Complex	CRISIL AAA/Stable
INE756I08173	Subordinate Debt	15-Nov-2018	9.70%	15-Nov-2028	350	Complex	CRISIL AAA/Stable
INE756I08181	Subordinate Debt	7-Jun-2019	8.85%	7-Jun-2029	315	Complex	CRISIL AAA/Stable
INE756I08140	Subordinate Debt	27-Jul-2018	9.05%	27-Jul-2028	250	Complex	CRISIL AAA/Stable
INE756I08181	Subordinate Debt	24-Jan-2020	8.85%	7-Jun-2029	228.5	Complex	CRISIL AAA/Stable
INE756I08256	Subordinate Debt	22-Dec-2023	8.40%	22-Dec-2033	200	Complex	CRISIL AAA/Stable
INE756I08256	Subordinate Debt	9-Jan-2024	8.40%	22-Dec-2033	300	Complex	CRISIL AAA/Stable
INE756I07DX5	Debentures	30-Jun-2023	6.35	11-Sep-2026	595	Simple	CRISIL AAA/Stable
INE756I07ET1	Debentures	30-Jun-2023	8.18	8-May-2026	400	Simple	CRISIL AAA/Stable
INE756I07ED5	Debentures	30-May-2023	6.3	17-Mar-2025	600	Simple	CRISIL AAA/Stable
INE756I07ER5	Debentures	30-May-2023	8.3774	24-Apr-2026	400	Simple	CRISIL AAA/Stable
INE756I07DN6	Debentures	30-Apr-2021	Zero Coupon (xirr-5.85)	26-Apr-2024	425	Simple	CRISIL AAA/Stable
INE756I07DY3	Debentures	29-Sep-2021	Zero Coupon (xirr-5.49)	30-Jul-2024	250	Simple	CRISIL AAA/Stable
INE756I07EF0	Debentures	28-Sep-2022	Zero Coupon (xirr-7.60)	7-Jul-2025	80	Simple	CRISIL AAA/Stable
INE756I07CU3	Debentures	28-Aug-2019	8.05	28-Aug-2024	280	Simple	CRISIL AAA/Stable
INE756I07DO4	Debentures	28-May-2021	5.75	28-May-2024	1200	Simple	CRISIL AAA/Stable
INE756I07DN6	Debentures	27-Apr-2022	Zero Coupon (xirr-6.31)	26-Apr-2024	523	Simple	CRISIL AAA/Stable
INE756I07EO2	Debentures	27-Feb-2024	7.99	16-Mar-2026	700	Simple	CRISIL AAA/Stable
INE756I07EY1	Debentures	27-Feb-2024	8.3324	10-May-2027	719	Simple	CRISIL AAA/Stable
INE756I07DZ0	Debentures	26-Nov-2021	5.75	08-Nov-2024	775	Simple	CRISIL AAA/Stable
INE756I07EU9	Debentures	26-Sep-2023	7.988	08-Dec-2026	165	Simple	CRISIL AAA/Stable
INE756I07EF0	Debentures	26-Sep-2023	NA	7-Jul-2025	150	Simple	CRISIL AAA/Stable
INE756I07EC7	Debentures	26-May-2022	Zero Coupon (xirr-7.15)	19-Mar-2024	90	Simple	CRISIL AAA/Stable
INE756I07EK0	Debentures	25-Oct-2022	Zero Coupon(xirr-8.06)	13-Jan-2026	250	Simple	CRISIL AAA/Stable
INE756I07EL8	Debentures	25-Oct-2022	8.04	25-Feb-2026	810	Simple	CRISIL AAA/Stable
INE756I07DT3	Debentures	25-Aug-2021	5.7	25-Oct-2024	800	Simple	CRISIL AAA/Stable
INE756I07EB9	Debentures	25-Jul-2023	6	19-Jun-2025	500	Simple	CRISIL AAA/Stable
INE756I07EG8	Debentures	25-Jul-2023	7.7	11-Aug-2025	825	Simple	CRISIL AAA/Stable
INE756I07EU9	Debentures	25-Jul-2023	7.988	08-Dec-2026	745	Simple	CRISIL AAA/Stable
INE756I07EB9	Debentures	23-Dec-2021	6	19-Jun-2025	200	Simple	CRISIL AAA/Stable
INE756I07EB9	Debentures	23-Jun-2023	6	19-Jun-2025	615	Simple	CRISIL AAA/Stable
INE756I07EP9	Debentures	23-Feb-2023	8.0736	17-Apr-2026	244	Simple	CRISIL AAA/Stable
INE756I07EC7	Debentures	23-Feb-2023	Zero Coupon (xirr-5.75)	19-Mar-2024	120	Simple	CRISIL AAA/Stable
INE756I07DX5	Debentures	22-Sep-2021	6.35	11-Sep-2026	560	Simple	CRISIL AAA/Stable
INE756I07DP1	Debentures	22-Jun-2021	Linked to 3 Months TBILL (FBIL) rate plus spread of 135 bps	21-Jun-2024	693	Simple	CRISIL AAA/Stable
INE756I07EK0	Debentures	21-Dec-2022	Zero Coupon (xirr -7.85)	13-Jan-2026	85	Simple	CRISIL AAA/Stable

INE756I07EN4	Debentures	21-Dec-2022	7.84	14-Jul-2026	185	Simple	CRISIL AAA/Stable
INE756I07ER5	Debentures	20-Mar-2023	8.3774	24-Apr-2026	610	Simple	CRISIL AAA/Stable
INE756I07EQ7	Debentures	20-Mar-2023	Zero Coupon (xirr-8.31)	17-Mar-2028	323.18	Simple	CRISIL AAA/Stable
INE756I07EW5	Debentures	20-Feb-2024	8.1293	16-Nov-2028	195	Simple	CRISIL AAA/Stable
INE756I07EX3	Debentures	20-Feb-2024	8.2378	6-Apr-2027	137	Simple	CRISIL AAA/Stable
INE756I07EP9	Debentures	19-Oct-2023	8.0736	17-Apr-2026	597.5	Simple	CRISIL AAA/Stable
INE756I07ED5	Debentures	19-Oct-2023	6.3	17-Mar-2025	725	Simple	CRISIL AAA/Stable
INE756I07EI4	Debentures	19-Aug-2022	7.5	23-Sep-2025	891	Simple	CRISIL AAA/Stable
INE756I07EW5	Debentures	19-Jan-2024	8.1293	16-Nov-2028	250	Simple	CRISIL AAA/Stable
INE756I07EK0	Debentures	17-Nov-2022	Zero Coupon (xirr-8.05)	13-Jan-2026	200	Simple	CRISIL AAA/Stable
INE756I07EL8	Debentures	17-Nov-2022	8.04	25-Feb-2026	650	Simple	CRISIL AAA/Stable
INE756I07EM6	Debentures	17-Nov-2022	7.96	17-Nov-2025	260	Simple	CRISIL AAA/Stable
INE756I07EE3	Debentures	17-Apr-2023	7.49	24-Jan-2025	1300	Simple	CRISIL AAA/Stable
INE756I07ES3	Debentures	17-Apr-2023	8.1965	30-May-2025	1500	Simple	CRISIL AAA/Stable
INE756I07ED5	Debentures	17-Mar-2022	6.3	17-Mar-2025	400	Simple	CRISIL AAA/Stable
INE756I07EW5	Debentures	16-Nov-2023	8.1293	16-Nov-2028	250	Simple	CRISIL AAA/Stable
INE756I07EK0	Debentures	16-Jan-2023	Zero Coupon (xirr-8.00)	13-Jan-2026	510	Simple	CRISIL AAA/Stable
INE756I07EO2	Debentures	16-Jan-2023	7.99	16-Mar-2026	1776	Simple	CRISIL AAA/Stable
INE756I07EM6	Debentures	15-Jan-2024	7.96	17-Nov-2025	70	Simple	CRISIL AAA/Stable
INE756I07EN4	Debentures	15-Jan-2024	7.84	14-Jul-2026	515	Simple	CRISIL AAA/Stable
INE756I07EF0	Debentures	14-Oct-2022	Zero Coupon (xirr -7.90)	7-Jul-2025	57	Simple	CRISIL AAA/Stable
INE756I07EI4	Debentures	14-Oct-2022	7.5	23-Sep-2025	45	Simple	CRISIL AAA/Stable
INE756I07DV9	Debentures	13-Sep-2021	5.49	13-Sep-2024	150	Simple	CRISIL AAA/Stable
INE756I07DW7	Debentures	13-Sep-2021	Zero Coupon (xirr-6.35)	26-Jun-2026	130	Simple	CRISIL AAA/Stable
INE756I07DX5	Debentures	13-Sep-2021	6.35	11-Sep-2026	500	Simple	CRISIL AAA/Stable
INE756I07DT3	Debentures	13-Jul-2023	5.7	25-Oct-2024	500	Simple	CRISIL AAA/Stable
INE756I07EB9	Debentures	13-Jul-2023	6	19-Jun-2025	530	Simple	CRISIL AAA/Stable
INE756I07EG8	Debentures	11-May-2023	7.7	11-Aug-2025	585	Simple	CRISIL AAA/Stable
INE756I07EG8	Debentures	09-Nov-2023	7.7	11-Aug-2025	520	Simple	CRISIL AAA/Stable
INE756I07EG8	Debentures	07-Sep-2023	7.7	11-Aug-2025	720	Simple	CRISIL AAA/Stable
INE756I07EF0	Debentures	07-Sep-2023	NA	7-Jul-2025	225	Simple	CRISIL AAA/Stable
INE756I07EM6	Debentures	06-Dec-2023	7.96	17-Nov-2025	876	Simple	CRISIL AAA/Stable
INE756I07EU9	Debentures	12-Jun-2023	7.988	08-Dec-2026	115	Simple	CRISIL AAA/Stable
INE756I07EJ2	Debentures	12-Sep-2022	7.6	10-Sep-2027	325	Simple	CRISIL AAA/Stable
INE756I07EF0	Debentures	7-Jul-2022	Zero Coupon (xirr-7.70)	7-Jul-2025	330	Simple	CRISIL AAA/Stable
INE756I07EG8	Debentures	7-Jul-2022	7.7	11-Aug-2025	125	Simple	CRISIL AAA/Stable
INE756I07DT3	Debentures	3-Jun-2022	5.7	25-Oct-2024	130	Simple	CRISIL AAA/Stable
INE756I07EE3	Debentures	3-Jun-2022	7.49	24-Jun-2025	350	Simple	CRISIL AAA/Stable
INE756I07DZ0	Debentures	10-Nov-2021	5.75	08-Nov-2024	500	Simple	CRISIL AAA/Stable
INE756I07DR7	Debentures	3-Aug-2021	Linked to 3 Months TBILL (FBIL) rate plus spread of 127 bps	2-Aug-2024	750	Simple	CRISIL AAA/Stable
INE756I07EV7	Debentures	8-Aug-2019	8.05	8-Aug-2029	1500	Complex	CRISIL AAA/Stable
NA	Debentures #	NA	NA	NA	14930.14	Simple	CRISIL AAA/Stable

#Yet to be issued

*As on Jan 31 2024.

Annexure – Details of Ratings Withdrawn

ISIN	Name of the instrument	Date of issuance	Coupon rate (%)	Maturity date	Issue Size (In Cr)	Complexity Levels	Rating outstanding with outlook
INE756I07DM8	Debentures	25-Mar-2021	6.05%	23-Feb-2024	1200	Simple	Withdrawn
INE756I07EA1	Debentures	7-Dec-2021	5.42%	17-Jan-2024	100	Simple	Withdrawn
INE756I07EA1	Debentures	23-Feb-2022	5.42%	17-Jan-2024	200	Simple	Withdrawn
INE756I07EA1	Debentures	26-May-2022	5.42%	17-Jan-2024	750	Simple	Withdrawn
INE756I08058	Subordinate Debt	20-Dec-2013	10.05%	20-Dec-2023	50	Complex	Withdrawn
NA	Commercial Paper	NA	NA	7 to 365 days	7500	Simple	Withdrawn

Annexure - Rating History for last 3 Years

Instrument	Current			2024 (History)		2023		2022		2021		Start of 2021
	Type	Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
Fund Based Facilities	LT	40000.0	CRISIL AAA/Stable	31-01-24	CRISIL AAA/Stable	20-12-23	CRISIL AAA/Stable	16-11-22	CRISIL AAA/Stable	13-08-21	CRISIL AAA/Stable	CRISIL AAA/Stable
			--		--	07-12-23	CRISIL AAA/Stable	04-11-22	CRISIL AAA/Stable	07-07-21	CRISIL AAA/Stable	--
			--		--	01-09-23	CRISIL AAA/Stable	07-07-22	CRISIL AAA/Stable		--	--
			--		--	13-06-23	CRISIL AAA/Stable		--		--	--
			--		--	31-03-23	CRISIL AAA/Stable		--		--	--
			--		--	27-03-23	CRISIL AAA/Stable		--		--	--
			--		--	22-02-23	CRISIL AAA/Stable		--		--	--
			--		--	07-02-23	CRISIL AAA/Stable		--		--	--
Commercial Paper	ST	5000.0	CRISIL A1+	31-01-24	CRISIL A1+	20-12-23	CRISIL A1+	16-11-22	CRISIL A1+	13-08-21	CRISIL A1+	CRISIL A1+
			--		--	07-12-23	CRISIL A1+	04-11-22	CRISIL A1+	07-07-21	CRISIL A1+	--
			--		--	01-09-23	CRISIL A1+	07-07-22	CRISIL A1+		--	--
			--		--	13-06-23	CRISIL A1+		--		--	--
			--		--	31-03-23	CRISIL A1+		--		--	--
			--		--	27-03-23	CRISIL A1+		--		--	--
			--		--	22-02-23	CRISIL A1+		--		--	--
			--		--	07-02-23	CRISIL A1+		--		--	--
Non Convertible Debentures	LT	49036.82	CRISIL AAA/Stable	31-01-24	CRISIL AAA/Stable	20-12-23	CRISIL AAA/Stable	16-11-22	CRISIL AAA/Stable	13-08-21	CRISIL AAA/Stable	CRISIL AAA/Stable
			--		--	07-12-23	CRISIL AAA/Stable	04-11-22	CRISIL AAA/Stable	07-07-21	CRISIL AAA/Stable	--
			--		--	01-09-23	CRISIL AAA/Stable	07-07-22	CRISIL AAA/Stable		--	--
			--		--	13-06-23	CRISIL AAA/Stable		--		--	--
			--		--	31-03-23	CRISIL AAA/Stable		--		--	--
			--		--	27-03-23	CRISIL AAA/Stable		--		--	--
			--		--	22-02-23	CRISIL AAA/Stable		--		--	--
			--		--	07-02-23	CRISIL AAA/Stable		--		--	--
Perpetual Bonds	LT	1500.0	CRISIL AAA/Stable	31-01-24	CRISIL AAA/Stable	20-12-23	CRISIL AAA/Stable	16-11-22	CRISIL AAA/Stable	13-08-21	CRISIL AAA/Stable	CRISIL AAA/Stable
			--		--	07-12-23	CRISIL AAA/Stable	04-11-22	CRISIL AAA/Stable	07-07-21	CRISIL AAA/Stable	--
			--		--	01-09-23	CRISIL AAA/Stable	07-07-22	CRISIL AAA/Stable		--	--
			--		--	13-06-23	CRISIL AAA/Stable		--		--	--
			--		--	31-03-23	CRISIL AAA/Stable		--		--	--
			--		--	27-03-23	CRISIL AAA/Stable		--		--	--

			--		--	22-02-23	CRISIL AAA/Stable		--		--	--
			--		--	07-02-23	CRISIL AAA/Stable		--		--	--
Subordinated Debt	LT	5250.0	CRISIL AAA/Stable	31-01-24	CRISIL AAA/Stable	20-12-23	CRISIL AAA/Stable	16-11-22	CRISIL AAA/Stable	13-08-21	CRISIL AAA/Stable	CRISIL AAA/Stable
			--		--	07-12-23	CRISIL AAA/Stable	04-11-22	CRISIL AAA/Stable	07-07-21	CRISIL AAA/Stable	--
			--		--	01-09-23	CRISIL AAA/Stable	07-07-22	CRISIL AAA/Stable		--	--
			--		--	13-06-23	CRISIL AAA/Stable		--		--	--
			--		--	31-03-23	CRISIL AAA/Stable		--		--	--
			--		--	27-03-23	CRISIL AAA/Stable		--		--	--
			--		--	22-02-23	CRISIL AAA/Stable		--		--	--
			--		--	07-02-23	CRISIL AAA/Stable		--		--	--
Long Term Principal Protected Market Linked Debentures	LT		--		--	07-12-23	Withdrawn	16-11-22	CRISIL PPMLD AAA r /Stable	13-08-21	CRISIL PPMLD AAA r /Stable	CRISIL PPMLD AAA r /Stable
			--		--	01-09-23	CRISIL PPMLD AAA/Stable	04-11-22	CRISIL PPMLD AAA r /Stable	07-07-21	CRISIL PPMLD AAA r /Stable	--
			--		--	13-06-23	CRISIL PPMLD AAA/Stable	07-07-22	CRISIL PPMLD AAA r /Stable		--	--
			--		--	31-03-23	CRISIL PPMLD AAA/Stable		--		--	--
			--		--	27-03-23	CRISIL PPMLD AAA/Stable		--		--	--
			--		--	22-02-23	CRISIL PPMLD AAA/Stable		--		--	--
			--		--	07-02-23	CRISIL PPMLD AAA/Stable		--		--	--

All amounts are in Rs.Cr.

Annexure - Details of Bank Lenders & Facilities

Facility	Amount (Rs.Crore)	Name of Lender	Rating
External Commercial Borrowings^{&}	2077.9	State Bank of India	CRISIL AAA/Stable
Long Term Bank Facility	1876	The Hongkong and Shanghai Banking Corporation Limited	CRISIL AAA/Stable
Long Term Bank Facility	3017	Union Bank of India	CRISIL AAA/Stable
Long Term Bank Facility	700	JP Morgan Chase Bank N.A.	CRISIL AAA/Stable
Long Term Bank Facility	385	Canara Bank	CRISIL AAA/Stable
Long Term Bank Facility	300	The Jammu and Kashmir Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	1000	Bank of India	CRISIL AAA/Stable
Long Term Bank Facility	108	The Federal Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	2786	State Bank of India	CRISIL AAA/Stable
Long Term Bank Facility	453.98	Axis Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	229	City Union Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	6262	Small Industries Development Bank of India	CRISIL AAA/Stable
Long Term Bank Facility	1000	Punjab and Sind Bank	CRISIL AAA/Stable

Long Term Bank Facility	512.5	ICICI Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	250	The Karnataka Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	45	CTBC Bank Co Limited	CRISIL AAA/Stable
Long Term Bank Facility	30	Dhanlaxmi Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	8460	HDFC Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	103	Kotak Mahindra Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	1000	Punjab National Bank	CRISIL AAA/Stable
Long Term Bank Facility	925	Bank of Baroda	CRISIL AAA/Stable
Long Term Bank Facility	250	IDBI Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	1700	IndusInd Bank Limited	CRISIL AAA/Stable
Long Term Bank Facility	400	Central Bank Of India	CRISIL AAA/Stable
Long Term Bank Facility	850	Indian Bank	CRISIL AAA/Stable
Long Term Bank Facility	140	CSB Bank Limited	CRISIL AAA/Stable
Proposed Long Term Bank Loan Facility	2224.62	Not Applicable	CRISIL AAA/Stable
Working Capital Facility	5	Axis Bank Limited	CRISIL AAA/Stable
Working Capital Facility	1000	Union Bank of India	CRISIL AAA/Stable
Working Capital Facility	400	The Hongkong and Shanghai Banking Corporation Limited	CRISIL AAA/Stable
Working Capital Facility	10	IndusInd Bank Limited	CRISIL AAA/Stable
Working Capital Facility	500	State Bank of India	CRISIL AAA/Stable
Working Capital Facility	1000	HDFC Bank Limited	CRISIL AAA/Stable

& - as on Jan 31, 2024

Criteria Details

Links to related criteria

[CRISILs Bank Loan Ratings - process, scale and default recognition](#)

[Rating Criteria for Finance Companies](#)

[Rating criteria for hybrid debt instruments of NBFCs/HFCs](#)

[CRISILs Criteria for rating short term debt](#)

[Criteria for Notching up Stand Alone Ratings of Companies based on Parent Support](#)

Media Relations	Analytical Contacts	Customer Service Helpdesk
<p>Aveek Datta Media Relations CRISIL Limited M: +91 99204 93912 B: +91 22 3342 3000 AVEEK.DATTA@crisil.com</p> <p>Prakruti Jani Media Relations CRISIL Limited M: +91 98678 68976 B: +91 22 3342 3000 PRAKRUTI.JANI@crisil.com</p> <p>Rutuja Gaikwad Media Relations CRISIL Limited B: +91 22 3342 3000 Rutuja.Gaikwad@ext-crisil.com</p>	<p>Ajit Velonie Senior Director CRISIL Ratings Limited B:+91 22 3342 3000 ajit.velonie@crisil.com</p> <p>Subha Sri Narayanan Director CRISIL Ratings Limited B:+91 22 3342 3000 subhasri.narayanan@crisil.com</p> <p>Leena Gupta Manager CRISIL Ratings Limited B:+91 22 3342 3000 Leena.Gupta@crisil.com</p>	<p>Timings: 10.00 am to 7.00 pm Toll free Number:1800 267 1301</p> <p>For a copy of Rationales / Rating Reports: CRISILratingdesk@crisil.com</p> <p>For Analytical queries: ratingsinvestordesk@crisil.com</p>

Note for Media:

This rating rationale is transmitted to you for the sole purpose of dissemination through your newspaper/magazine/agency. The rating rationale may be used by you in full or in part without changing the meaning or context thereof but with due credit to CRISIL Ratings. However, CRISIL Ratings alone has the sole right of distribution (whether directly or indirectly) of its rationales for consideration or otherwise through any media including websites and portals.

About CRISIL Ratings Limited (A subsidiary of CRISIL Limited, an S&P Global Company)

CRISIL Ratings pioneered the concept of credit rating in India in 1987. With a tradition of independence, analytical rigour and innovation, we set the standards in the credit rating business. We rate the entire range of debt instruments, such as bank loans, certificates of deposit, commercial paper, non-convertible/convertible/partially convertible bonds and debentures, perpetual bonds, bank hybrid capital instruments, asset-backed and mortgage-backed securities, partial guarantees and other structured debt instruments. We have rated over 33,000 large and mid-scale corporates and financial institutions. We have also instituted several innovations in India in the rating business, including ratings for municipal bonds, partially guaranteed instruments and infrastructure investment trusts (InvITs).

CRISIL Ratings Limited ('CRISIL Ratings') is a wholly-owned subsidiary of CRISIL Limited ('CRISIL'). CRISIL Ratings Limited is registered in India as a credit rating agency with the Securities and Exchange Board of India ("SEBI").

For more information, visit www.crisilratings.com

About CRISIL Limited

CRISIL is a leading, agile and innovative global analytics company driven by its mission of making markets function better.

It is India's foremost provider of ratings, data, research, analytics and solutions with a strong track record of growth, culture of innovation, and global footprint.

It has delivered independent opinions, actionable insights, and efficient solutions to over 100,000 customers through businesses that operate from India, the US, the UK, Argentina, Poland, China, Hong Kong and Singapore.

It is majority owned by S&P Global Inc, a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide.

For more information, visit www.crisil.com

Connect with us: [TWITTER](#) | [LINKEDIN](#) | [YOUTUBE](#) | [FACEBOOK](#)

CRISIL PRIVACY NOTICE

CRISIL respects your privacy. We may use your contact information, such as your name, address and email id to fulfil your request and service your account and to provide you with additional information from CRISIL. For further information on CRISIL's privacy policy please visit www.crisil.com.

DISCLAIMER

This disclaimer is part of and applies to each credit rating report and/or credit rating rationale ('report') that is provided by CRISIL Ratings Limited ('CRISIL Ratings'). To avoid doubt, the term 'report' includes the information, ratings and other content forming part of the report. The report is intended for the jurisdiction of India only. This report does not constitute an offer of services. Without limiting the generality of the foregoing, nothing in the report is to be construed as CRISIL Ratings providing or intending to provide any services in jurisdictions where CRISIL Ratings does not have the necessary licenses and/or registration to carry out its business activities referred to above. Access or use of this report does not create a client relationship between CRISIL Ratings and the user.

We are not aware that any user intends to rely on the report or of the manner in which a user intends to use the report. In preparing our report we have not taken into consideration the objectives or particular needs of any particular user. It is made abundantly clear that the report is not intended to and does not constitute an investment advice. The report is not an offer to sell or an offer to purchase or subscribe for any investment in any securities, instruments, facilities or solicitation of any kind to enter into any deal or transaction with the entity to which the report pertains. The report should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in the US).

Ratings from CRISIL Ratings are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold or sell any securities/instruments or to make any investment decisions. Any opinions expressed here are in good faith, are subject to change without notice, and are only current as of the stated date of their issue. CRISIL Ratings assumes no obligation to update its opinions following publication in any form or format although CRISIL Ratings may disseminate its opinions and analysis. The rating contained in the report is not a substitute for the skill, judgment and experience of the user, its management, employees, advisors and/or clients when making investment or other business decisions. The recipients of the report should rely on their own judgment and take their own professional advice before acting

on the report in any way. CRISIL Ratings or its associates may have other commercial transactions with the entity to which the report pertains.

Neither CRISIL Ratings nor its affiliates, third-party providers, as well as their directors, officers, shareholders, employees or agents (collectively, 'CRISIL Ratings Parties') guarantee the accuracy, completeness or adequacy of the report, and no CRISIL Ratings Party shall have any liability for any errors, omissions or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the report. EACH CRISIL RATINGS PARTY DISCLAIMS ANY AND ALL EXPRESS OR IMPLIED WARRANTIES, INCLUDING BUT NOT LIMITED TO ANY WARRANTIES OF MERCHANTABILITY, SUITABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. In no event shall any CRISIL Ratings Party be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the report even if advised of the possibility of such damages.

CRISIL Ratings may receive compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of the instruments, facilities, securities or from obligors. Public ratings and analysis by CRISIL Ratings, as are required to be disclosed under the regulations of the Securities and Exchange Board of India (and other applicable regulations, if any), are made available on its website, www.crisilratings.com (free of charge). Reports with more detail and additional information may be available for subscription at a fee - more details about ratings by CRISIL Ratings are available here: www.crisilratings.com.

CRISIL Ratings and its affiliates do not act as a fiduciary. While CRISIL Ratings has obtained information from sources it believes to be reliable, CRISIL Ratings does not perform an audit and undertakes no duty of due diligence or independent verification of any information it receives and/or relies on in its reports. CRISIL Ratings has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. CRISIL Ratings has in place a ratings code of conduct and policies for managing conflict of interest. For details please refer to: <https://www.crisil.com/en/home/our-businesses/ratings/regulatory-disclosures/highlighted-policies.html>.

Rating criteria by CRISIL Ratings are generally available without charge to the public on the CRISIL Ratings public website, www.crisilratings.com. For latest rating information on any instrument of any company rated by CRISIL Ratings, you may contact the CRISIL Ratings desk at crisilratingdesk@crisil.com, or at (0091) 1800 267 1301.

This report should not be reproduced or redistributed to any other person or in any form without prior written consent from CRISIL Ratings.

All rights reserved @ CRISIL Ratings Limited. CRISIL Ratings is a wholly owned subsidiary of CRISIL Limited.

CRISIL Ratings uses the prefix 'PP-MLD' for the ratings of principal-protected market-linked debentures (PPMLD) with effect from November 1, 2011, to comply with the SEBI circular, "Guidelines for Issue and Listing of Structured Products/Market Linked Debentures". The revision in rating symbols for PPMLDs should not be construed as a change in the rating of the subject instrument. For details on CRISIL Ratings' use of 'PP-MLD' please refer to the notes to Rating scale for Debt Instruments and Structured Finance Instruments at the following link: <https://www.crisil.com/en/home/our-businesses/ratings/credit-ratings-scale.html>