

ECL Finance Limited (Revised)

January 03, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	5,286.66	CARE A; Stable	Revised from CARE A+; Negative
Long Term Instruments (Subordinate Debt)	380.00	CARE A; Stable	Revised from CARE A+; Negative
Long Term Instruments (Subordinate Debt)	45.00	CARE A; Stable	Revised from CARE A+; Negative
Long Term Instruments (Subordinate Debt)	455.00	CARE A; Stable	Revised from CARE A+; Negative
Market Linked Debentures	95.00	CARE PP-MLD A; Stable	Revised from CARE PP-MLD A+; Negative
Non-Convertible Debentures	313.50	CARE A; Stable	Revised from CARE A+; Negative
Non-Convertible Debentures	111.90	CARE A; Stable	Revised from CARE A+; Negative
Non-Convertible Debentures	545.90	CARE A; Stable	Revised from CARE A+; Negative
Commercial Paper	1,500.00	CARE A1	Revised from CARE A1+
Commercial Paper (IPO Financing)	1,500.00	CARE A1	Revised from CARE A1+

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) has taken a consolidated view of Edelweiss Financial Services Ltd (EFSL) for rating of various debt instruments of EFSL and its subsidiaries.

The revision in ratings is on account of higher than expected increase in the gearing levels, increase in relative proportion of stage 3 assets at consolidated level and lesser than expected improvement in retail business due to relatively lower disbursements.

Overall gearing [Debt (excluding CBLO)/ Tangible Net worth (excluding minority interest)] increased to 5.25 times as on September 30, 2023 as against 3.05 times as on March 31, 2023 leading to the breach in negative sensitivity of above 4 times. This increase was due to 30% stake of Nuvama Wealth Management Limited being distributed to existing shareholders of EFSL which led to decrease in tangible networth (excluding minority interest) from ₹ 6,274 crore as on March 31, 2023 to ₹ 3,522 crore as on September 30, 2023 whereas the gross debt (excluding CCD, CBLO) reduced to ₹ 18,474 crore as on September 30, 2023 as against ₹ 19,106 crore as on March 31, 2023.

Over the last five years, with the run-down of its erstwhile wholesale credit business, the group has witnessed asset quality challenges on the residual assets. Substantial loan assets were sold to ARC and Alternative Investment Funds (AIF) including Edelweiss Asset Reconstruction Company. However, in respect of many of assets/SRs sold, as the risk is retained by group (mainly by the holding company EFSL), GS3 assets on an overall basis (relative to consolidated loan book and networth) remains high. Though in absolute terms GS3 reduced to ₹ 11,511 crore (excluding POCI²) as on September 30, 2023 as against ₹ 13,155 crore as on March 31, 2023 (March 31, 2022: ₹ 12,369 crore), in percentage terms, GS3 assets increased as the new business origination continues to be low.

During FY23 & H1FY24, the group has been able to reduce its wholesale book. However, retail book also witnessed reduction till Q1FY24. The group has been moving towards an asset light model since FY22 wherein it has been focusing on co-lending. Though the group expected the disbursements through co-lending to improve in FY23, it is picking up momentum in H1FY24. Retail disbursements (on book and 20% of co-lending share) continues to be lower which stood at ₹ 769 crore during FY23 as against ₹ 1,299 crore during FY22. During H1FY24 disbursements (on book and 20% of co-lending share) stood at ₹ 413 crore. During FY23 and H1FY24, the group mobilized debt of ₹7,908 crore (including WCDL/CP roll-overs of ₹4,302 crore) and ₹ 5,079 crore (including WCDL/CP roll-overs of ₹2,481 crore) respectively, part of which was also used to refinance existing borrowings. Going forward, the group's strategy is to support its assets under management (AUM) growth through co-lending and plans to further improve its recovery/reduction from Security Receipts (SRs) & wholesale book collections/sell-downs which will de-risk the group

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

in terms of its total assets remains to be seen. The implementation and the improvement in the strategies as envisioned by the group in near term will remain critical to improve asset quality.

The rating derive strength from the diversified business profile of the Edelweiss group resulting in income diversification across credit, asset management, asset reconstruction, alternative asset investments and insurance businesses, adequate capitalization, run-down in the wholesale credit book and demonstrated ability of the group to monetize the stake in its different businesses. The group is planning to divest 10% to 20% of its stake in Edelweiss Alternative Asset Management (EAAA) to be closed in the next 4-5 months which would be strategically deployed to reduce debt. This would also provide support for any other adverse developments which might impact the business and/or financial risk profile significantly. As on September 30, 2023 group had overall liquidity of ₹ 3,313 crore as against ₹ 2,878 crore as on March 31, 2023. Further, the group has ~₹ 1,280 crore (as on September 29, 2023) liquidity available by way of holdings in shares of Nuvama Wealth Management Ltd which is listed and can be liquidated as and when needed. The ratings also take note of the strong intention of the group to monetize investments in some of its businesses going forward for which the group has created value which is significantly higher in relation to the capital invested initially, in case of need, and the ability of the group to mobilize debt funds by way of non-convertible debentures (NCDs) to support business growth and through WCDL / CBLO to maintain adequate liquidity. The liquidity remains adequate however, there is uncertainty on timeliness and quantum of inflows due to higher exposure to stressed assets.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors- Factors that could, individually or collectively, lead to positive rating action/upgrade:

- Improvement in the consolidated profitability with return on total assets (ROTA) > 2% on a sustained basis supported by improvement in net interest income
- Sustained reduction in the stressed assets with decline in the proportion of the SRs & AIFs along with significant improvement in proportion of NS3 assets on a consolidated basis.

Negative factors- Factors that could, individually or collectively, lead to negative rating action/downgrade

- Inability to reduce Gross Debt (excluding Compulsorily convertible debentures, including obligations arising on account of guarantees) in the NBFC, corporate entities and holding company by March 2024 to the envisaged levels
- Inability to improve profitability on a continuous basis or further deterioration in asset quality on a consolidated basis
- Depletion in the liquidity buffer (cash & bank balances) maintained by the Group
- Any adverse developments which impacts the business risk and/or financial risk profile significantly

Analytical approach

Consolidated. EFSL, the flagship company of the Edelweiss group, owns 100% in most of its subsidiaries and the management/line functions for these businesses is common with significant operational and financial integration among them. Accordingly, CARE Ratings has considered a consolidated view of EFSL for arriving at the rating. The list of the subsidiaries considered for consolidation is as per Annexure 6

Outlook: Stable

The stable outlook factors the ability of the group to raise capital along with the flexibility to monetize investments its subsidiaries in near future.

Detailed description of the key rating drivers:

Key strengths

Diversified presence across various business segments: The Edelweiss group is a diversified financial services group with presence in credit, advisory and insurance businesses. The credit businesses are mortgage finance, SME credit, corporate credit and (to a certain extent) asset reconstruction. The advisory & fee businesses comprise of asset management (Mutual funds and alternatives), capital market businesses and investment banking. Its insurance business includes both life and general insurance businesses. Some of the fee businesses, have exhibited strong growth in the recent years, significantly improving their market shares and profiles on standalone basis. In FY23 & H1FY24, the group's total consolidated income stood at ₹8633 crore and ₹ 4,160 crore respectively which was mainly derived from interest income accounting for 34% (H1FY24: 33%) of the total income, broking and fee-based income comprising 14% (H1FY24: 16%) and insurance premium contribution which stood at 22% in FY23 (H1FY24: 21%).

Experienced management team: EFSL has a strong management team with a rich experience in the financial sector. The senior management team of EFSL has been quite stable over the last few years and most of the senior management has been with the company for a long tenure. It is also worthwhile to note that all the business divisions such as ARC, AMC, Alternative, Credit and Insurance verticals have strong management teams for the respective businesses.

Demonstrated track record of monetisation of investments in subsidiaries: The group has demonstrated its ability to monetize its investment in subsidiaries to shore up its capitalisation level. The group is planning to divest 10% to 20% of its stake

in Edelweiss Alternative Asset Management (EAAA) to be closed in the next 4-5 months. It expects the same to fetch around ₹1500 crore to ₹2000 crore. Further, the group has ~₹ 1,900 crore liquidity (15.2%) available by way of holdings in shares of Nuvama Wealth Management which is listed and can be liquidated as and when needed. Further, in the past the group has raised capital in March 2019, when it had signed an agreement with CDPQ (Canadian Pension Fund) for investment of around ₹1,800 crore in the NBFC arm, ECL Finance Limited, of which ₹1,040 crore was received in May 2019 in the form of compulsorily convertible debentures. During FY20, the group announced capital infusion plans in the wealth and asset management arm of the group to the tune of ₹883 crore from two foreign investors namely KORA Management Limited and Sanaka Capital. Out of the said investment, ₹177 crore was received in November 2019 from KORA Management and the group received ₹117 crore from Sanaka Capital during Q3FY20 in the form of compulsorily convertible preference shares (CCPS). The stake of KORA Management and Sanaka Capital was taken over by PAG. The group has also done divestment of stake in Wealth Management business in FY21 (realized around ₹2,000 crore) and sale of 70% stake in insurance broking business in FY22 (realized around ₹400 crore) to raise funds in the past. Going forward, CARE Ratings expects the group to monetize investments in some of its subsidiaries like housing, insurance, alternatives over the medium term, based on suitable valuations.

Key weaknesses

Increase in leverage along with likely impact on capitalization metrics

On a consolidated basis, gross debt (excluding Compulsorily Convertible debentures) of the group has stood at ₹ 21,001 crore as on March 31, 2023 and reduced to ₹ 19,722 crore as on September 30, 2023 (₹ 21,766 crore as on March 31, 2022). Though, the debt has reduced over the years due to the group moving to an asset-light model, significant reduction remains to be seen. Further, given that the assets sold have been with recourse, part of such reduction is offset by recording other financial liabilities. The group's overall gearing increased to 4.23 times as on September 30, 2023 as against 2.85 times as on March 31, 2023. On a consolidated basis, the tangible net worth (including the compulsorily convertible debentures (CCD)) stood at ₹7,376 crore as on March 31, 2023 which decreased to ₹ 4,663 crore as on September 30, 2023 due to transfer of significant holdings in Nuvama to its shareholders.

The group has ₹ 3,956 crore of investments in AIFs as on March 31, 2023, spread over RBI regulated and non-regulated entities. As per current estimates of EFSL, there would not be any significant impact of the RBI directives (dated December 19, 2023) on treatment of AIF exposures. Of this, around ₹ 1,881 crore as on March 31, 2023 (₹ 1,685 crore as on September 30, 2023 and ₹ 1,560 crore as on 18 December 2023) of AIF investments is in the books of Regulated Entities and rest are in the books of companies which are not regulated by RBI. Of this, ₹1,560 crore outstanding as on 18 December 2023, reportedly ₹775 crore worth AIF investments has underlying exposure to debtor companies. The group is exploring various options to reduce the impact of above investments in profits/networth. The Regulated entities will transfer these AIFs to group entities. Given significant amount of exposure to investments in AIF/Security Receipts by the group, higher than envisaged levels of impact on provision/networth remains key monitorable. Further the group also has a contingent liability pertaining to the case of Anugrah arising from its (EFSL) indemnity to Nuvama Clearing Services Limited (NCSL). As per the Securities Appellate Tribunal (SAT) order, NCSL is required to reinstate securities worth ~₹ 460 crore sold during Q4 FY 2020 & Q1 FY2021. NCSL, however, has filed an appeal with the Hon'ble Supreme Court of India, against the SAT order, the hearing for which is yet to take place. Any adverse material development in these matters will be key monitorable.

High proportion of Stage 3 assets: The GS3 assets on a consolidated basis increased to 66% as on September 30, 2023 as against 59% as on March 31, 2023 (52% as on March 31, 2022). The GS-3 remained high since majority of the assets were guaranteed by EFSL for the loans sold down to external ARCs and AIFs. As against this, NS3 stood at 56% as on September 30, 2023 as against 48% as on March 31, 2023 (43% as on March 31, 2022). Though NS3 has decreased by ₹994 crore from ₹8,313 crore as on March 31, 2023 to ₹7,319 crore as on September 30, 2023, the proportion of Net Stage 3 (%) continues to remain elevated on a y-o-y basis as on September 30, 2023. Further, on consolidated basis, Net Stage 3 assets/Networth increased from 113% as on March 31, 2023 to 157% as on September 30, 2023. The overall provision coverage ratio (PCR) on a consolidated basis stood at 26% as on September 30, 2023 (23% as on March 31, 2023) with PCR of 36% for Stage 3 assets (37% as on March 31, 2023). The proportion of the Gross stage 1 assets stood at 27% as on September 30, 2023 as against 22% as on March 31, 2023 (March 31, 2022: 25%).

Similarly, in the credit businesses, the GS3 increased to 12.89% as on September 30, 2023 as against 10.51% as on March 31, 2023 (7.12% as on March 31, 2022). The overall credit book as stated above has also decreased from ₹7,555 crore as on March 31, 2023 to ₹ 5,882 crore as on September 30, 2023 owing to recovery and sell down. In respect of the credit business, the outstanding security receipts (SR) book stood at ₹ 3,303 crore as on September 30, 2023 as against ₹ 3,101 crore as on March 31, 2023 (₹ 5497 crore as on March 31, 2022).

The group has collected ₹1,627 crore during FY23 and ₹ 728 crore during H1FY24 from the recoveries/collections from security receipts and wholesale loans along with ₹3,697 crore of selldowns (58% to internal) for FY23 and ₹ 761 crore for H1FY24 (33% to internal) for the 3 credit entities (ECL Finance, Nido Home and Edelweiss Retail). CARE Ratings notes that the continuous reduction of the wholesale book & security receipts through selldowns & recoveries to external parties would be a key rating monitorable. Further fund raised through the AIF route is likely to be less favourable than in the past.

Lower growth in retail AUM and utilization of funds raised towards refinance: The group's retail loan book on a y-o-y basis has declined from ₹6,549 crore (includes LAS book of Nuvama aggregating to ₹1972 crore) as on March 31, 2022 to ₹3,795 crore as on March 31, 2023 (June 30, 2023: ₹3,743 crore), due to moderate disbursements which also decreased on the retail front. The retail book increased to ₹ 3,853 crore as on September 30, 2023. The retail segment comprises of housing finance, Loan against Property, Construction finance, SME loans and business loans. Going forward, the group's ability to significantly

scale up its retail book remains to be seen. Though Edelweiss have entered into CLM relationships in FY23 & H1FY24 with few banks, the disbursements gained momentum during H1FY24. Going forward, the sustenance of this momentum remains to be seen. As on September 30, 2023 resource profile (excluding CCDs) remained dominated by NCDs/bonds (68%), term loans/overdraft/WCDL (13%), CBLO (7%), Sub-debt/perpetual debt (6%) and commercial paper (6%). During FY23 and H1FY24, group mobilized debt of ₹7,908 crore (including WCDL/CP roll-overs of ₹4,302 crore) and ₹ 5,079 crore (including WCDL/CP roll-overs of ₹2,481 crore) respectively, part of which was also used to refinance existing borrowings. The incremental cost of funding for the group remained in the range of 9.5% p.a. to 10.5% p.a. CARE Ratings also notes that as the focus of the group is on co-lending as against borrowing for on lending. Going forward, the ability of the group in raising resources at competitive rates from banks with lower reliance on refinance would be a key rating monitorable. In relation to the same, the retail disbursements (on book and 20% of co-lending share) continues to be lower which stood at ₹ 769 crore during FY23 as against ₹ 1,299 crore during FY22. During H1FY24 disbursements (on book and 20% of co-lending share) stood at ₹ 413 crore. Furthermore, incremental borrowings from the banks stood nil in Q1FY24 and ₹300 crore in Q2FY24. The group majorly relies on funding by way of NCDs.

Wholesale assets exposure to weaker sector continues: As on September 30, 2023, wholesale loans comprised 34% of the credit loan portfolio (March 2023: 50%) while retail loans constituted the rest. Wholesale loans included the real estate financing and the structured collateralised credit book accounting for 34% of the total credit book as on September 30, 2023 (50% as on March 31, 2023). The wholesale loans have decreased from ₹3,760 crore as on March 31, 2023 to ₹ 2,029 crore as on September 30, 2023, however, they continue to comprise a large share of the total credit portfolio.

The concentration risk in the wholesale book remains, although it has been reducing over the past few years. The top 10 wholesale exposures account for 42% of the total o/s wholesale book as on September 30, 2023 against 42% as on March 31, 2023 (38% as on March 31, 2022)

Distressed assets business: As on March 31, 2023, AUM of the Edelweiss Asset Reconstruction Company (EARC) stood at ₹37,111 crore (September 30 2023: ₹37,650 crore) as against ₹40,126 crore as on March 31, 2022. Edelweiss ARC reported a PAT of ₹318 crore during FY23 (H1FY24: ₹ 161 crore) as against 253 crore during FY22. However, it is to be noted that 40% of the proportion of the AUM would be under the older structure of 95:5 where the recoveries from the same would be negligible; though fully provided by the company.

The ARC business has demonstrated growth over the past few years with steady recoveries and profitability, the inherent high riskiness of the business leads to uncertainty and credit risk. Furthermore, the group has acquired a large portfolio of distressed assets in the past few years and the resolution in such cases needs to be seen. The implementation of Insolvency and Bankruptcy Code (IBC) has improved the pace of resolution. The company is gradually moving towards retail where out of the total capital employed of ₹4,700 crore as on March 31, 2023 (of which 16% consisted of retail).

Moderate profitability supported by net fair gains: During FY23 & H1FY24, the group recorded PAT (including share of associates) of ₹406 crore as against ₹173 crore during H1FY24. As stated earlier, the majority of these profits remain supported by the net fair value gains. Moreover, post de-merger of the said business w.e.f. March 30, 2023, profit from the wealth management business would not be available to the group going forward. This would have to be compensated by improving profitability of subsidiaries like alternative, asset reconstruction, etc. of the group which contribute to the majority of the profits on a consolidated basis. The NII continues to remain impacted considering EFSL sold a large proportion of its loan portfolio which led to formation of SRs which are generating less income. Additionally, the credit business loan book declined by a significant 38% Y-o-Y as on March 31, 2023 (22% from March 2023 to Sept 2023) leading to a decrease in interest income. The other income increased to 13.44% during FY23 (12.46% during H1FY24) as against 9.82% during FY22 supported by fee income generated through non-credit entities. This income is expected to rise going forward. During H1FY24, the group reported a PAT of ₹173 crore. Going forward, the group would be becoming an asset light model with further decline in the wholesale loan book & more focus towards the colending partnerships.

Liquidity: Adequate

The liquidity of the group remains adequate. As on October 31, 2023, the group has cash and bank balances to the tune of ₹2,261 crore, treasury assets of ₹20 crore and stock in trade of 693 crore. The group has debt repayment obligation of ₹5,605 crore from November 2023 to September 2024. However, the uncertainty exists on timeliness of inflows due to exposure to relatively weaker asset profile. Further, any adverse developments, especially on the NuVama matter, is likely to reduce the liquidity cushion available with the group.

Environment, social, and governance (ESG) risks:

The Environmental, Social and Governance (ESG) agenda is overseen by the ESG Council (Ms. Vidya Shah- Chairperson) which aims to embed sustainability at Edelweiss. The board is headed by 8 board members. Through EdelGive Foundation, the company interacts with stakeholders – communities. EdelGive Foundation is a philanthropic asset manager and advisory partner to funders such as individuals, HNIs, corporates, institutions and foundations—both international and domestic—with a specialization in multi-stakeholder collaboration. EdelGive also launched various initiatives like GROW, Landscape Study on Women Entrepreneurship, etc. which has helped Edelweiss to strengthen its foot in the ESG framework. In FY23, EdelGive has been able to influence a commitment of ₹202 crore for NGOs with 36 NGO partners. EdelGive has also become core partner in the India Climate Collaborative (ICC) philanthropies to address the increasingly pressing climate crisis in India.

Applicable criteria

[Criteria for Short Term Instruments](#)

[Criteria on assigning 'outlook' and 'credit watch' to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

[Financial ratios – Financial sector](#)

[Rating Methodology- Non-Banking Finance Companies](#)

[Rating Methodology- Consolidation](#)

[Market Linked Notes](#)

About the company and industry

Industry classification

Macro-Economic Indicator	Sector	Industry	Basic Industry
Financial Services	Financial Services	Finance	Non-Banking Financial Company (NBFC)

Previously known as Edelweiss Capital Limited, Edelweiss Financial Services Limited (EFSL) was incorporated in 1995 by Mr Rashesh Shah and Mr. Venkat Ramaswamy. EFSL is registered as a Category I Merchant Banker with SEBI and is the holding company of the Edelweiss Group. The company on a standalone basis is primarily engaged in investment banking services and provides development, managerial and financial support to the businesses of the Edelweiss group entities. The Edelweiss Group offers a range of products and services, spanning varied asset classes and diversified consumer segments. The businesses of Edelweiss are organised around three broad lines – credit including housing finance, SME loans, Loans against Property, Loans against Securities, Rural finance, Agri credit, Structured collateralised credit to corporates and real estate developer finance, Franchise & advisory businesses including wealth management, asset management and capital markets and insurance including life and general insurance. In addition, the Balance-sheet Management Unit (BMU) attends to the balance sheet and liquidity management of the group. The Edelweiss group comprised Edelweiss Financial Services Ltd (EFSL, the parent company) has 34 subsidiaries and associates as on September 30, 2023. The wealth management unit ceases to be an associate with effective from March 30, 2023. The group conducts its business from 233 offices serving over ~6.7 million clients as on March 31, 2023. It employs 8820 personnel as on March 31, 2023.

Brief Financials for EFSL (Consolidated) (₹crore)	FY22 (A)	FY23 (A)	H1FY24 (UA)
Total operating income	7,305	8,633	4,160
PAT (including share of associates)	212	406	173
Interest coverage (times)	1.04	1.10	1.10
Total assets	41,917	42,677	39,589
Net Stage 3 (%) [consolidated]	34%	43%	56%
Net Stage 3 (%) for credit entities	1.71%	2.26%	1.84%
ROTA (%)	0.49	0.96	0.84

A: Audited; UA; Unaudited; Total assets are net of deferred tax and intangibles; All ratios are as per CARE Ratings' calculations; For H1FY24 (UA), ratios are annualized. Note: 'the above results are latest financial results available'

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating History for last three years: Please refer Annexure-2

Covenants of rated instrument / facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	-	31-March-28	2757.07	CARE A; Stable
Fund-based - LT-Term Loan- proposed	-	-	-	-	2529.59	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7139	23-May-19	NA	23-May-29	35.5	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7105	23-May-19	NA	23-May-24	67.4	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7113	23-May-19	NA	23-May-24	29.9	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7121	23-May-19	NA	23-May-24	14.8	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7220	28-Nov-19	NA	28-Nov-24	47.4	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7238	28-Nov-19	NA	28-Nov-24	94.7	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7147	23-May-19	NA	23-May-29	6.6	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7246	28-Nov-19	NA	28-Nov-29	49	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7253	28-Nov-19	NA	28-Nov-29	40.5	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7212	28-Nov-19	NA	28-Nov-24	86.1	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804IA7188	28-Nov-19	NA	28-Nov-24	14.5	CARE A; Stable
Debentures-Non-Convertible Debentures (Proposed)	-	-	-	-	171.4	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I077P8	09-Jan-17	9.00%	09-Jan-24	50	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07YF6	01-Dec-14	10.50%	01-Dec-24	10	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07YP5	24-Dec-14	10.40%	24-Dec-24	10	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07ZE6	16-Feb-15	10.10%	14-Feb-25	5	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07ZT4	28-Mar-15	10.20%	28-Mar-25	10	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07ZY4	21-Apr-15	10.00%	21-Apr-25	10	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07E34	05-Oct-15	9.80%	03-Oct-25	20	CARE A; Stable
Debentures-Non-Convertible Debentures	INE804I07E42	06-Oct-15	9.81%	06-Oct-25	12.5	CARE A; Stable

Debentures-Non-Convertible Debentures	INE804I07H49	22-Dec-15	9.80%	22-Dec-25	25	CARE A; Stable
Debentures-Non-Convertible Debentures (Proposed)	-	-	-	-	161	CARE A; Stable
Debentures-Market Linked Debentures (Proposed)	-	-	-	-	95	CARE PP-MLD A; Stable
Debt-Subordinate Debt	INE804I08643	04-Feb-15	11.25%	03-May-25	300	CARE A; Stable
Debt-Subordinate Debt	INE804I08767	14-Jun-17	9.60%	13-Jun-25	5	CARE A; Stable
Debt-Subordinate Debt	INE804I08668	03-Sep-15	10.62%	03-Sep-25	10	CARE A; Stable
Debt-Subordinate Debt	INE804I08676	30-Sep-15	10.60%	30-Sep-25	10	CARE A; Stable
Debt-Subordinate Debt	INE804I08692	16-Jun-16	10.15%	16-Jun-26	250	CARE A; Stable
Debt-Subordinate Debt	INE804I08726	05-May-17	9.75%	30-Apr-27	45	CARE A; Stable
Debt-Subordinate Debt	INE804I08759	13-Jun-17	9.65%	08-Jun-27	10	CARE A; Stable
Debt-Subordinate Debt (Proposed)	-	-	-	-	250	CARE A; Stable
Commercial Paper-Commercial Paper (Standalone)	INE804I14VW3	18-Apr-23	9.40%	27-Mar-24	10	CARE A1
Commercial Paper-Commercial Paper (Standalone)	INE804I14WA7	13-Jul-23	9.90%	12-Jul-24	66	CARE A1
Commercial Paper-Commercial Paper (Standalone)(Proposed)	-	-	-	-	1424	CARE A1
Commercial Paper-Commercial Paper (IPO Financing)-Proposed	-	-	-	7-15 days	1500	CARE A1

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type*	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021
1	Debt-Subordinate Debt	LT	-	-	-	1)Withdrawn (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20)

								3)CARE AA-; Negative (07-May-20)
2	Fund-based-Long Term	LT	4686.66	CARE A; Stable	1)CARE A+; Negative (05-Oct-23) 2)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
3	Debt-Subordinate Debt	LT	-	-	-	-	-	1)Withdrawn (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
4	Debt-Subordinate Debt	LT	380.00	CARE A; Stable	1)CARE A+; Negative (05-Oct-23) 2)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
5	Bonds	LT	-	-	-	-	-	1)Withdrawn (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
6	Commercial Paper- Commercial Paper (Standalone)	ST	1500.00	CARE A1	1)CARE A1+ (05-Oct-23) 2)CARE A1+ (16-May-23)	1)CARE A1+ (06-Oct-22)	1)CARE A1+ (07-Oct-21)	1)CARE A1+ (05-Nov-20) 2)CARE A1+ (08-Oct-20) 3)CARE A1+ (01-Jun-20) 4)CARE A1+ (07-May-20)

7	Debentures-Non Convertible Debentures	LT	313.50	CARE A; Stable	1)CARE A+; Negative (05-Oct-23) 2)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
8	Debentures-Market Linked Debentures	LT	95.00	CARE PP-MLD A; Stable	1)CARE PP-MLD A+; Negative (05-Oct-23) 2)CARE PP-MLD A+; Negative (16-May-23)	1)CARE PP-MLD A+; Negative (06-Oct-22)	1)CARE PP-MLD A+; Stable (07-Oct-21)	1)CARE PP-MLD A+; Stable (05-Nov-20) 2)CARE PP-MLD A+; Stable (08-Oct-20) 3)CARE PP-MLD AA-; Negative (01-Jun-20) 4)CARE PP-MLD AA-; Negative (07-May-20)
9	Debt-Subordinate Debt	LT	45.00	CARE A; Stable	1)CARE A+; Negative (05-Oct-23) 2)CARE D (16-May-23) 3)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
10	Fund-based-Long Term	LT	600.00	CARE A; Stable	1)CARE A+; Negative (05-Oct-23) 2)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)

11	Commercial Paper- Commercial Paper (IPO Financing)	ST	1500.00	CARE A1	1)CARE A1+ (05-Oct- 23) 2)CARE A1+ (16-May- 23)	1)CARE A1+ (06-Oct-22)	1)CARE A1+ (07-Oct- 21)	1)CARE A1+ (05-Nov-20) 2)CARE A1+ (08-Oct-20) 3)CARE A1+ (01-Jun-20) 4)CARE A1+ (07-May-20)
12	Debentures-Market Linked Debentures	LT	-	-	-	-	-	1)Withdrawn (05-Nov-20) 2)CARE PP- MLD A+; Stable (08-Oct-20) 3)CARE PP- MLD AA-; Negative (01-Jun-20) 4)CARE PP- MLD AA-; Negative (07-May-20)
13	Debentures-Non Convertible Debentures	LT	111.90	CARE A; Stable	1)CARE A+; Negative (05-Oct- 23) 2)CARE A+; Negative (16-May- 23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct- 21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (01-Jun-20) 3)CARE AA-; Negative (07-May-20)
14	Debentures-Non Convertible Debentures	LT	545.90	CARE A; Stable	1)CARE A+; Negative (05-Oct- 23) 2)CARE A+; Negative (16-May- 23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct- 21)	1)CARE A+; Stable (08-Oct-20) 2)CARE AA-; Negative (18-Jun-20)
15	Commercial Paper- Commercial Paper (IPO Financing)	ST	-	-	-	-	-	1)Withdrawn (05-Nov-20) 2)CARE A1+ (08-Oct-20)

16	Commercial Paper- Commercial Paper (Standalone)	ST	-	-	-	-	-	1)Withdrawn (05-Nov-20) 2)CARE A1+ (08-Oct-20)
17	Debt-Subordinate Debt	LT	455.00	CARE A; Stable	1)CARE A+; Negative (05-Oct- 23) 2)CARE A+; Negative (16-May- 23)	-	-	-

*Long term/Short term.

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities: NA

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (IPO Financing)	Simple
2	Commercial Paper-Commercial Paper (Standalone)	Simple
3	Debentures-Market Linked Debentures	Highly Complex
4	Debentures-Non-Convertible Debentures	Complex
5	Debentures-Non-Convertible Debentures	Simple
6	Debt-Subordinate Debt	Complex
7	Debt-Subordinate Debt	Simple
8	Fund-based-Long Term	Simple

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Annexure-6: List of subsidiaries/associates taken for consolidation as on March 31, 2023

		March 31, 2023
Subsidiaries of Edelweiss Financial Services Limited		Ownership Interest by EFSL (directly/indirectly)
1	ECL Finance Limited	100%
2	Edelcap Securities Limited	100%
3	Edelweiss Asset Management Limited	100%
4	Ecap Securities & Investments Ltd (Ecap Equities Limited)	100%
5	Edelweiss Trusteeship Company Limited	100%
6	Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited)	100%
7	Edelweiss Investment Advisors Private Limited, Singapore	100%
8	Ecap Equities Limited (formerly known as Edel Land)	100%
9	Edel Investments Limited	100%
10	Edelweiss Rural & Corporate Services Limited (ERCSL) (Formerly Edelweiss Commodities Services Ltd. (ECSL))	100%
11	Comtrade Commodities Services Ltd (Edelweiss Comtrade Ltd.)	100%
12	Edel Finance Company Ltd.	100%
13	Edelweiss Retail Finance Limited	100%

		March 31, 2023
Subsidiaries of Edelweiss Financial Services Limited		Ownership Interest by EFSL (directly/indirectly)
14	Edelweiss Multi Strategy Fund Advisors LLP	100%
15	Zuno General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited)	100%
16	Edelweiss Securities and Investments Pvt Ltd	100%
17	EC International Limited, Mauritius (ECIL)	100%
18	Edelweiss Alternative Asset Advisors Pte. Limited [in Singapore]	99.05%
19	Nuvama Investment Advisors LLC (formerly known as EAAA LLC)- [in Mauritius]	100%
20	Edelweiss International (Singapore) Pte. Limited	100%
21	Edelgive Foundation	100%
22	Edelweiss Alternative Asset Advisors Limited	99.05%
23	Edelweiss Private Equity Tech Fund	96.05%
24	Edelweiss Value and Growth Fund	96.05%
25	Edelweiss Asset Reconstruction Company Limited	59.82%
26	Edelweiss Tokio Life Insurance Company Limited	75%
27	Allium Finance Private Limited	88%
28	Edelweiss Global Wealth Management Limited	100%
29	Edelweiss Capital Services Ltd	51%
30	India Credit Investments Fund II	100%
31	Edelweiss Real Assets Managers Limited	100%
32	Sekura India Management Limited	100%
33	India Credit Investments Fund III	100%
	Associates	
1	Nuvama Wealth Management Limited *	43.76%

**this has ceased to be an associate w.e.f March 30, 2023*

Note on the complexity levels of the rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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About us:

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