

ECL Finance Limited

February 11, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	3,256.66	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Subordinate debt	380.00	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Subordinate debt	45.00	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Subordinate debt	305.00	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Non-Convertible Debentures	127.00 (Reduced from 147.00)	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Non-Convertible Debentures	11.30 (Reduced from 111.90)	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned
Non-Convertible Debentures	175.20 (Reduced from 317.30)	CARE A; Stable	Reaffirmed and removed from Rating Watch with Negative Implications; Stable outlook assigned

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 Limited (EFSL) for rating of its debt instruments and subsidiaries. Rating assigned to the long-term instruments of Edelweiss Group entities has been removed from 'Rating watch with negative implications' as Reserve Bank of India (RBI) (regulator) lifted restrictions placed on two subsidiaries of the group, ECL Finance Limited (ECLF) and Edelweiss Asset Reconstruction Company Limited (EARC), with immediate effect vide the order dated December 17, 2024.

Previously, Ratings were placed on 'Rating watch with Negative implications' considering business restrictions placed by the regulator on two subsidiaries of EFSL, ECLF and EARC on May 29, 2024. ECLF was directed to cease and desist from undertaking structured transactions in respect of ECLF's wholesale exposures, other than repayment and/or closure of accounts in its normal course of business. CARE Ratings notes that effective January 01, 2024, ECLF decided not to undertake new business in real estate or structured finance verticals. ECLF has also stated they will continue with their strategy to reduce wholesale exposure in the normal course of business and grow the retail MSME book through co-lending. With respect to EARC, the regulator had directed the company to cease and desist from acquisition of financial assets including security receipts (SRs), and from re-organising existing SRs into senior and subordinate tranches. The impact of the business restriction on EARC led to a decrease in the assets under management (AUM) on September 30, 2024, however, recoveries continued and EARC made recoveries of ~₹2,800 crore during H1FY25. With the business restrictions now lifted, EARC can resume acquisitions, which would help boost their AUM going forward.

CARE Ratings understands that ECLF and EARC have undertaken necessary remedial actions to address the concerns raised by the regulator post multiple rounds of interaction with the entities for required amendments. RBI has been satisfied with the entities' submissions, and considering adoption of revamped processes, systems, and their commitment to ensure adherence to the regulatory guidelines on an ongoing basis.

Ratings continue to be supported by the diversified business profile of the Edelweiss group, which results in income diversification across sectors such as credit, asset management, asset reconstruction, alternative asset investments, and insurance. The group maintains adequate capitalisation and successfully reduced its wholesale credit book. The group demonstrated its ability to monetise stakes in its different businesses. Recently, the group further liquidated ~7% stake in Nuvama Wealth Management Limited (Nuvama) for ₹1,760 crore as on December 2024, enhancing its liquidity. In September 2024, around 6% stake of Nuvama Wealth Management Limited (Nuvama) was liquidated for ~₹1500 crore. Edelweiss Alternative Asset Management (EAAA) has filed Draft Red Herring Prospectus (DRHP) with Securities Exchange Board of India (SEBI) for Initial Public Offer (IPO) of ₹1500

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

crore which is expected to be launched by June 2025. The group plans to divest ~10% to 20% of its stake in EAAA, the proceeds strategically to be used to reduce debt. The group has also planned a stake sale in their mutual fund business by March 2026. Ratings also reflect the group's strong intention to monetise investments in other businesses, such as insurance, and housing finance, where the group has created substantial value relative to the initial capital invested. Going forward, the ability of the group to successful monetise investments for the planned reduction of debt, would be a key rating monitorable.

Leverage across businesses improved in the last few years due to reduced debt. However, the group's gearing increased because consolidated tangible net worth (TNW) declined compared from ₹7,376 crore as on March 31, 2023, to ₹4,770 crore as on March 31, 2024. This decline was primarily due to the distribution of 30% stake in Nuvama to EFSL shareholders as part of the demerger.

However, ratings continue to remain constrained considering lower-than-expected growth in the retail AUM, despite some improvement in FY24. As on March 31, 2024, AUM of the retail book stood at ₹5,368 crore up from ₹4879 crore as on March 31, 2023. However, there was a slight decline to ₹5,320 crore by June 30, 2024. The group experienced slower disbursements in the MSME sector in FY24 and H1FY25 compared to the housing sector, primarily due to funding constraints caused by RBI's increased risk weights for unsecured lending. Going forward, the group's lending business will focus on co-lending model, which is expected to result in slower book growth and diversification of liabilities.

In the last five years, as the group has wound down its former wholesale credit business, it has faced asset quality challenges with remaining assets. A significant portion of loan assets was sold to asset reconstruction companies (ARC) and alternative investment funds (AIF), including EARC, often involving subordinated structures. However, for many of assets and SRs sold, the group (mainly through the holding company, EFSL) has retained risk and put options on structured deals.

Although the stressed assets (on consolidated basis) decreased from ₹13,149 crore as on March 31, 2023, to ₹9,010 crore as on September 30, 2024, they continue to remain high. CARE Ratings will continue to monitor the recovery from these stressed assets as anticipated by the group as remaining assets may be challenging to recover. CARE Ratings acknowledges provisions maintained for these stressed assets. As on September 30, 2024, net stressed assets stood at ₹5,497 crore.

In H1FY25, the group raised ₹1,841 crore, of which ₹ 728 crore was raised in Q1FY25, and ₹1,113 crore was raised in Q2FY25. Of the total, ₹578 crore was raised through non-convertible debentures (NCD), ₹598 crore was raised through structured products, ₹600 crore was raised through term loans from banks & financial institutions and ₹65 crore was raised through commercial paper.

As on December 15, 2024, post Nuvama stake sale, the group maintained adequate liquidity amounting to ₹4,040 crore. This includes overnight liquidity in the form of cash and bank balance of ₹2,458 crore, available bank lines of ₹249 crore, and other treasury assets in the form of exchange margin (unencumbered) and short-term loan book of ₹1,323 crore. This liquidity is sufficient to cover debt obligations and operating expenses for six months without considering inflows from business assets.

Rating sensitivities: Factors likely to lead to rating actions

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

- Significant scale up in retail lending businesses with return on total AUM of over 2.5% on sustained basis.
- Significant reduction in stressed assets without impacting net worth.
- Significant improvement in group profitability.

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

- Slower than expected reduction in consolidated debt, due to inability to monetise group's businesses worth ~₹4500 crore by March 2026 or recovery from stressed assets
- Deterioration in group profitability or asset quality
- Depletion in liquidity buffer (cash & bank balances) maintained by the group.
- Adverse developments, impacting business risk and/or financial risk profile significantly.

Analytical approach: Consolidated.

As the flagship company of the Edelweiss group, EFSL owns 100% in most of its subsidiaries and the management/line functions for these businesses are common with significant operational and financial integration among them. Hence, CARE Ratings has considered a consolidated view of EFSL for arriving at the rating. Subsidiaries considered for consolidation are listed under Annexure 6.

Outlook: Stable

The stable outlook reflects the group's ability to raise capital by monetizing its investments in subsidiaries in the near future, along with improved liquidity.

Detailed description of key rating drivers:**Key strengths****Diversified presence across business segments**

Edelweiss group is a diversified financial services group with presence verticals as such credit, advisory and insurance businesses. Their credit services include mortgage finance and SME credit. Advisory and fee businesses comprise of asset management (Mutual funds and alternatives) and asset reconstruction business. They offer life and general insurance. The group's strategy involves separating these businesses into distinct entities with independent boards and management teams, eventually transferring control to third-party investors.

In FY24, the group's total consolidated income stood at ₹9,602 crore mainly derived from interest income accounting for 30% (FY22: 34%) of the total income, broking and fee-based income comprising of 13% (FY22: 14%) and insurance premium contribution steadily increased over the years from 12% in FY21 to 24% in FY24 (FY23: 22%).

Experienced management team

EFSL has a strong management team with a rich experience in the financial sector. EFSL's senior management team has been quite stable in the last few years and most of the senior management have been with the company for a long tenure. CARE Ratings notes that all business divisions such as ARC, AMC, alternative, credit and insurance verticals have strong management teams for respective businesses.

Demonstrated track record of monetisation of investments in subsidiaries

The group has demonstrated its ability to monetise its investment in subsidiaries to shore up its capitalisation level. In September 2024, the group sold ~6% stake in Nuvama Wealth Management Limited (Nuvama) for a consideration of ₹1,500 crore. The group sold ~7% in Nuvama for ₹1,760 crore in December 2024, which further augmented the liquidity. The group has envisaged divesting 10% to 20% of its stake in Edelweiss Alternative Asset Management (EAAA) monetising ~₹1,500 crore through IPO, the DRHP for which has been filed with SEBI. The group also plans to divest stake in mutual fund business by March 2026. The proceeds through this monetisation are expected to be deployed for debt reduction.

The group has raised ~₹6,100 crore over the years through stake monetisation in businesses such as NBFC, ARC, insurance broking, and wealth management.

Going forward, CARE Ratings expects the group to monetise investments in some of its subsidiaries such as alternatives, housing, mutual fund, and insurance in the medium term, based on suitable valuations.

Key weaknesses**Increase in group's leverage; however, businesses leverage declines**

As on March 31, 2024, Edelweiss Group's consolidated gross debt (excluding Compulsorily Convertible Debentures [CCDs]) stood at ₹20,249 crore (excluding collateralised borrowing and lending obligation [CBLO] is ₹18,268 crore), down from ₹21,001 crore (excluding CBLO is ₹19,841 crore) on March 31, 2023. While the group's shift to an asset-light model has contributed to debt reduction over the years, significant decreases are still needed. Sale of wholesale assets with recourse to the parent has partially offset this reduction by adding other financial liabilities. The group's overall gearing ratio increased to 4.20x as of March 31, 2024, from 2.85x a year earlier. Overall gearing ratio stood at 4.14x as on September 30, 2024. TNW, including CCDs, was ₹7,376 crore on March 31, 2023, but declined to ₹4,770 crore as on March 31, 2024, due to transferring 30% holdings in Nuvama to EFSL shareholders. The TNW stood at ₹4,849 crore as on September 30, 2024.

The group faces a contingent liability related to the Anugrah case, stemming from EFSL's indemnity to Nuvama Clearing Services Limited (NCSL). According to a Securities Appellate Tribunal (SAT) order, NCSL must reinstate securities worth ~₹460 crore sold in Q4FY20 and Q1FY21. NCSL has appealed this order to the Supreme Court of India, with the hearing still pending. Any adverse developments in this case will be closely monitored.

Despite these challenges, individual businesses within the group have significantly reduced their debt in the last few years, improving leverage. Since March 2019, the group has seen a notable decrease in debt obligations, particularly from March 2019 to March 2022. Significant debt reductions have occurred in the NBFCs, ECL Finance, and Edelweiss Retail Finance Limited, which managed the wholesale business. The group's treasury entities have also reduced debt since its peak, although their debt has

increased over the last three years to support credit entities. The group expects further debt reduction through stake monetisation and recovery from stressed assets.

Asset quality challenges continue

As on September 30, 2024, the gross stage 3 (GS3) assets in Edelweiss Group's lending business stood at 13.7%, up from 13% on March 31, 2024, and 10.5% on March 31, 2023. The net stage 3 (NS3) assets stood at 3.05% on June 30, 2024, compared to 2.6% on March 31, 2024, and 2.4% on March 31, 2023. For the retail book, GS3 and NS3 stood at 2.8% and 2.0%, respectively, as on September 30, 2024, compared to 1.8% and 1.2% on March 31, 2024, and 3.0% and 2.6% on March 31, 2023.

The group has significantly reduced its wholesale book in the last few years through cash recoveries and sell-downs to asset reconstruction companies (ARCs) and alternative investment funds (AIFs). These assets retained at the consolidated entity as financial assets, have decreased in the last three years. The stage 3 portion of these assets was ₹9,010 crore on September 30, 2024, down from ₹9,597 crore on March 31, 2024, and ₹13,149 crore on March 31, 2023. As on September 30, 2024, these assets included ₹738 crore in the lending book, ₹6,437 crore in credit loans sold to EARC (held as SRs in credit entities and ARC), ₹1,495 crore in credit loans sold to AIF, ₹261 crore in ARC lending, and ₹79 crore in credit loans sold to external ARC. Despite reductions, the portfolio remains high. The group has provided put options to external parties for these assets.

The group has maintained adequate provisioning and collateral for overall stage 3 assets. Net stage 3 assets were ₹5,497 crore on September 30, 2024, compared to ₹6,224 crore on March 31, 2024, and ₹8,305 crore on March 31, 2023. CARE Ratings notes that the group's ability to reduce the residual book through recoveries without further provisioning challenges will be a key rating monitorable.

Lower growth in retail AUM, despite improvement

As on September 30, 2024, Edelweiss Group's overall loan book (excluding portfolio recourse to the parent) was ₹5,401 crore, down from ₹5,537 crore on March 31, 2024, and ₹7,548 crore on March 31, 2023. The retail segment, which includes housing finance, loans against property, construction finance, SME loans, and business loans, had a loan book of ₹4,153 crore on September 30, 2024, as compared to ₹4,261 crore on March 31, 2024, and ₹3,795 crore on March 31, 2023, marking a 14% growth since March 31, 2023.

Focusing on an asset-light model, the group improved disbursements through co-lending partnerships in the retail book, leading to growth in AUM. In FY24, the group disbursed ₹2,342 crore in loans, with ₹1,235 crore through co-lending (compared to ₹1,176 crore in FY23, with ₹438 crore through co-lending). In Q1FY25, the group disbursed ₹519 crore in loans, with ₹240 crore through co-lending. The group also resorts to securitization for the retail loan book. Due to increased disbursements, the AUM of the retail book was ₹5,320 crore as on June 30, 2024, and ₹5,368 crore as on March 31, 2024, up from ₹4,879 crore on March 31, 2023.

The wholesale loan book has significantly decreased in the last few years. As on September 30, 2024, it stood at ₹1,248 crore, down from ₹1,276 crore on March 31, 2024, and ₹3,753 crore on March 31, 2023 (₹5,698 crore on March 31, 2022). This reduction is due to actual recoveries and substantial sell-downs to asset reconstruction companies (ARCs) and alternative investment funds (AIFs). Sell-downs to ARCs have generated SRs in the credit entities. As of June 30, 2024, SRs outstanding in credit entities were ₹3,880 crore, down from ₹4,120 crore on March 31, 2024, however, increased from ₹3,101 crore on March 31, 2023. Edelweiss Group has retained risk and rewards on a large portion of the assets sold to ARCs and AIFs, so these wholesale assets (loans and SRs) are reported as financial assets (loans) on a consolidated basis.

Distressed assets business

As on September 2024, EARC's AUM stood at ₹28,910 crore against ₹31,590 crore as on March 31, 2024, and ₹37,100 crore as on March 31, 2023. AUM decline is attributed to regulator's order to cease and desist from acquisition of new assets which was lifted as on December 17, 2024. The business restriction has not affected the recovery efforts and resolution of the existing portfolio to be managed by EARC as the company recovered ₹2,857 crore in H1FY25. EARC reported a profit after tax (PAT) of ₹355 crore in FY24 against ₹318 crore in FY23. In H1FY25, PAT stood at ₹176 crore on total income of ₹462 crore compared to PAT of ₹161 crore on total income of ₹459 crore in H1FY24.

The ARC business demonstrated growth in the last few years with steady recoveries and profitability, inherent high riskiness of the business leads to uncertainty and credit risk. The group has acquired a large portfolio of distressed assets in the last few years and the resolution in such cases needs to be seen. Implementation of Insolvency and Bankruptcy Code (IBC) has improved pace of resolution. The company is gradually moving towards retail, where of the total capital employed of ₹4,058 crore as on September 30, 2024, ~14% is towards the retail book.

Moderate profitability supported by net fair gains

On a consolidated basis, Edelweiss Group's profitability remains moderate largely supported by net fair value gains. In FY24, the group reported a profit after tax (PAT) of ₹528 crore, up from ₹406 crore in FY23, driven by lower credit costs and higher fair value gains. The return on total assets (ROTA) and return on tangible net worth (RONW) were 1.26% and 8.70%, respectively, for FY24, compared to 0.96% and 6.59% for FY23. In H1FY25, the group reported a PAT of ₹222 crore, up from ₹173 crore in H1FY24, due to increased total income supported by increased insurance premiums and fair value gains.

Among the group's businesses, all are profitable except the insurance business. The ARC and alternative asset management business are largest contributors to consolidated profitability, accounting for ~70% of the consolidated profit (excluding the insurance business). The profitability of the credit business has improved in the last few years due to lower credit costs, but it remains subdued with further decline in H1FY25, mainly due to slower growth in business. Insurance businesses are expected to break even in the next three years. Going forward, the ability of the group to maintain its profitability with growth in the retail credit business while controlling the credit costs coupled with no further losses arising from the residual wholesale assets, would be a key rating monitorable.

Liquidity: Adequate

The liquidity profile of the group remains adequate. As on December 15, 2024, the group has liquidity to the tune of ₹4,040 crore comprising overnight liquidable assets of ₹2,458 crore, treasury assets of ₹1,323 crore and available bank lines of ₹259 crore. This liquidity is sufficient for ~six months of debt repayment obligation without considering any inflows from business operations. However, uncertainty exists on timeliness of inflows due to exposure to relatively weaker asset profile in its wholesale credit book and recovery timeline of sticky stressed assets.

Environment, social, and governance risks

The Environmental, Social and Governance (ESG) agenda is overseen by the ESG Council (Vidya Shah- Chairperson), which aims to embed sustainability at Edelweiss. The board is headed by seven board members. The company interacts with stakeholders – communities through EdelGive Foundation, which is a philanthropic asset manager and advisory partner to funders such as individuals, HNIs, corporates, institutions and foundations—both international and domestic—with specialisation in multi-stakeholder collaboration. EdelGive also launched initiatives such as GROW, and Landscape Study on Women Entrepreneurship, among others, which helped Edelweiss to strengthen its foot in the ESG framework.

Applicable criteria

[Consolidation](#)

[Definition of Default](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios - Financial Sector](#)

[Non Banking Financial Companies](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Financial Services	Financial Services	Finance	Non-Banking Financial Company (NBFC)

Previously known as Edelweiss Capital Limited, EFSL was incorporated in 1995 by Rashesh Shah and Venkat Ramaswamy. EFSL is registered as a Category I Merchant Banker with SEBI and is the holding company of the Edelweiss Group. On a standalone basis, the company is primarily engaged in investment banking services and provides development, managerial and financial support to businesses of the Edelweiss group entities. The Edelweiss Group offers a range of products and services, spanning varied asset classes and diversified consumer segments. Businesses of Edelweiss are organised around three broad lines – credit including housing finance, SME loans, Franchise & advisory businesses including, asset management and capital markets and insurance including life and general insurance. The Balance-sheet Management Unit (BMU) attends to the group's balance sheet and liquidity management. The Edelweiss group comprised Edelweiss Financial Services Limited (EFSL, the parent company) has 28 entities as on March 31, 2024.

Brief Financials for EFSL (Consolidated) (₹crore)	March 31, 2023 (A)	March 31, 2024 (A)	September 30, 2024 (UA)
Total operating income	8,633	9,602	5,179
PAT (including share of associates)	406	528	222
Interest coverage (times)	1.10	1.16	1.31
Total assets	42,677	41,175	41,976
Net Stage 3 (%) for credit book entities	2.39	2.56	3.05
ROTA (%)	0.96	1.26	1.07

A: Audited UA: Unaudited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: 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 and Rating Outlook
Debentures-Non Convertible Debentures	INE804I07H49	22-Dec-2015	9.80%	22-Dec-2025	25.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07E42	06-Oct-2015	9.81%	06-Oct-2025	12.50	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07E00	18-Sept-2015	9.75%	12-Sept-2025	7.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07J05	19-Jan-2016	9.60%	13-Jan-2026	0.80	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07H64	23-Dec-2015	9.60%	19-Dec-2025	1.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I08684	03-May-2016	9.50%	28-Apr-2026	11.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07E34	05-Oct-2015	9.80%	03-Oct-2025	20.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07ZY4	21-Apr-2015	10.00%	21-Apr-2025	10.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07ZT4	28-Mar-2015	10.20%	28-Mar-2025	10.00	CARE A; Stable

Debentures-Non Convertible Debentures	INE804I07ZE6	16-Feb-2015	10.10%	14-Feb-2025	5.00	CARE A; Stable
Debentures-Non Convertible Debentures	Proposed	-	-	-	24.70	CARE A; Stable
Debentures-Non Convertible Debentures	INE804I07YP5	24-Dec-2014	10.40%	24-Dec-2024	0.00	Withdrawn
Debentures-Non Convertible Debentures	INE804I07YF6	01-Dec-2014	10.50%	01-Dec-2024	0.00	Withdrawn
Debentures-Non Convertible Debentures	Proposed	-	-	-	43.60	CARE A; Stable
Debentures-Non Convertible Debentures	INE804IA7253	28-Nov-2019	NA	28-Nov-2029	40.50	CARE A; Stable
Debentures-Non Convertible Debentures	INE804IA7246	28-Nov-2019	NA	28-Nov-2029	49.00	CARE A; Stable
Debentures-Non Convertible Debentures	INE804IA7147	23-May-2019	NA	23-May-2029	6.60	CARE A; Stable
Debentures-Non Convertible Debentures	INE804IA7238	28-Nov-2019	NA	28-Nov-2024	0.00	Withdrawn
Debentures-Non Convertible Debentures	INE804IA7220	28-Nov-2019	NA	28-Nov-2024	0.00	Withdrawn
Debentures-Non Convertible Debentures	INE804IA7139	23-May-2019	NA	23-May-2029	35.50	CARE A; Stable
Debentures-Non Convertible Debentures	Proposed	-	-	-	11.30	CARE A; Stable
Debentures-Non Convertible Debentures	INE804IA7188	28-Nov-2019	NA	28-Nov-2024	0.00	Withdrawn
Debentures-Non Convertible Debentures	INE804IA7212	28-Nov-2019	NA	28-Nov-2024	0.00	Withdrawn
Debt-Subordinate Debt	Proposed	-	-	-	45.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08767	14-Jun-2017	9.60%	13-Jun-2025	5.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08643	04-Feb-2015	11.25%	03-May-2025	300.00	CARE A; Stable
Debt-Subordinate Debt	Proposed	-	-	-	55.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08759	13-Jun-2017	9.65%	08-Jun-2027	10.00	CARE A; Stable

Debt-Subordinate Debt	INE804I08726	05-May-2017	9.75%	30-Apr-2027	45.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08692	16-Jun-2016	10.15%	16-Jun-2026	250.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08676	30-Sep-2015	10.60%	30-Sep-2025	10.00	CARE A; Stable
Debt-Subordinate Debt	INE804I08668	03-Sep-2015	10.62%	03-Sep-2025	10.00	CARE A; Stable
Fund-based-Long Term	-	-	-	31-Mar-2028	2757.07	CARE A; Stable
Fund-based-Long Term	Proposed	-	-	-	499.59	CARE A; Stable

NA: Not available

Annexure-2: Rating history for 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 2024-2025	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
1	Debt-Subordinate Debt	LT	-	-	-	-	1)Withdrawn (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
2	Fund-based-Long Term	LT	2757.07	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
3	Debt-Subordinate Debt	LT	380.00	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)

						(05-Oct-23) 3)CARE A+; Negative (16-May-23)		
4	Commercial Paper-Commercial Paper (Standalone)	ST	-	-	1)Withdrawn (08-Oct-24) 2)CARE A1 (RWN) (06-Jun-24)	1)CARE A1 (03-Jan-24) 2)CARE A1+ (05-Oct-23) 3)CARE A1+ (16-May-23)	1)CARE A1+ (06-Oct-22)	1)CARE A1+ (07-Oct-21)
5	Debentures-Non Convertible Debentures	LT	127.00	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
6	Debentures-Market Linked Debentures	LT	-	-	1)Withdrawn (08-Oct-24) 2)CARE PP-MLD A (RWN) (06-Jun-24)	1)CARE PP-MLD A; Stable (03-Jan-24) 2)CARE PP-MLD A+; Negative (05-Oct-23) 3)CARE PP-MLD A+; Negative	1)CARE PP-MLD A+; Negative (06-Oct-22)	1)CARE PP-MLD A+; Stable (07-Oct-21)

						(16-May-23)		
7	Debt-Subordinate Debt	LT	45.00	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE D (16-May-23) 4)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
8	Fund-based-Long Term	LT	499.59	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
9	Commercial Paper-Commercial Paper (IPO Financing)	ST	-	-	1)Withdrawn (08-Oct-24) 2)CARE A1 (RWN) (06-Jun-24)	1)CARE A1 (03-Jan-24) 2)CARE A1+ (05-Oct-23) 3)CARE A1+ (16-May-23)	1)CARE A1+ (06-Oct-22)	1)CARE A1+ (07-Oct-21)
10	Debentures-Non Convertible Debentures	LT	11.30	CARE A; Stable	1)CARE A (RWN) (08-Oct-24)	1)CARE A; Stable (03-Jan-24)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)

					2)CARE A (RWN) (06-Jun-24)	2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)		
11	Debentures-Non Convertible Debentures	LT	175.20	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)	1)CARE A+; Negative (06-Oct-22)	1)CARE A+; Stable (07-Oct-21)
12	Debt-Subordinate Debt	LT	305.00	CARE A; Stable	1)CARE A (RWN) (08-Oct-24) 2)CARE A (RWN) (06-Jun-24)	1)CARE A; Stable (03-Jan-24) 2)CARE A+; Negative (05-Oct-23) 3)CARE A+; Negative (16-May-23)	-	-

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities – Not applicable

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Debentures-Non-Convertible Debentures	Complex
2	Debentures-Non-Convertible Debentures	Simple
3	Debt-Subordinate Debt	Complex

4	Debt-Subordinate Debt	Simple
5	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 entities consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	Edelweiss Financial Services Limited	Full	Parent
2	ECL Finance Limited	Full	Subsidiary
3	Edelcap Securities Limited	Full	Subsidiary
4	Edelweiss Asset Management Limited	Full	Subsidiary
5	Ecap Securities & Investments Limited (ECap Equities Limited)	Full	Subsidiary
6	Edelweiss Trusteeship Company Limited	Full	Subsidiary
7	Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited)	Full	Subsidiary
8	Edelweiss Investment Advisors Private Limited, Singapore	Full	Subsidiary
9	Ecap Equities Limited (formerly known as Edel Land)	Full	Subsidiary
10	Edel Investments Limited	Full	Subsidiary
11	Edelweiss Rural & Corporate Services Limited (ERCSL) (Formerly Edelweiss Commodities Services Limited. (ECSL))	Full	Subsidiary
12	Comtrade Commodities Services Limited (Edelweiss Comtrade Limited.)	Full	Subsidiary
13	Edel Finance Company Limited.	Full	Subsidiary
14	Edelweiss Retail Finance Limited	Full	Subsidiary
15	Zuno General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited)	Full	Subsidiary
16	Edelweiss Securities and Investments Pvt Limited	Full	Subsidiary
17	EC International Limited, Mauritius (ECIL)	Full	Subsidiary
18	Edelweiss Alternative Asset Advisors Pte. Limited [in Singapore]	Full	Subsidiary
19	Edelweiss International (Singapore) Pte. Limited	Full	Subsidiary
20	Edelgive Foundation	Full	Subsidiary
21	Edelweiss Alternative Asset Advisors Limited	Full	Subsidiary
22	Edelweiss Asset Reconstruction Company Limited	Full	Subsidiary
23	Edelweiss Tokio Life Insurance Company Limited	Full	Subsidiary
24	Allium Finance Private Limited	Full	Subsidiary
25	Edelweiss Global Wealth Management Limited	Full	Subsidiary
26	Nuvama Custodial Services Limited (Formerly known as Edelweiss Capital Services Limited)	Full	Subsidiary
27	Edelweiss Real Assets Managers Limited	Full	Subsidiary
28	Sekura India Management Limited	Full	Subsidiary

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

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