

October 20, 2023

The National Stock Exchange of India Ltd
Corporate Communications Department
“Exchange Plaza”, 5th Floor,
Bandra-Kurla Complex, Bandra (East),
Mumbai - 400051

BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001

Scrip Symbol: RELIGARE

Scrip Code: 532915

Sub.: Disclosure under Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 by Religare Enterprises Limited (“REL”/the “Company”)

Dear Sir(s),

With reference to the captioned subject, we would like to inform you that **India Ratings and Research (Ind-Ra)** has affirmed the Long Term Bank Loans [INDD] & withdrawn the Lower tier 2 sub-debt (long term) (WD) rating assigned to the NCDs of **Religare Finvest Limited (RFL)**, **wholly owned subsidiary of the Company** as detailed in below mentioned table:

Sr. No.	Instruments	Size of Issue (Billion)	Rating	Rating Action
1	Long Term Bank Loans	INR2.5	IND D	Affirmed
2	Lower tier 2 sub-debt (long term)*	INR1.2	WD	Withdrawn

** Ind-Ra has withdrawn the rating as the agency has received no dues certificate from the lenders of the facility of RFL. This is consistent with Ind-Ra’s Policy on Withdrawal of Ratings.*

The announcement made by RFL in this regard along with copy of letter issued by **Ind-Ra** is enclosed.

You are requested to take the above information on your record.

Thanking You,

Yours faithfully,
For Religare Enterprises Limited

Reena Jayara
Company Secretary

Encl: a/a

October 20, 2023

BSE Limited
Corporate Services Department
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400001

Sub: Intimation pursuant to Regulation 51(2) read with Schedule III Part B and other applicable norms of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 by Religare Finvest Limited (RFL/the Company).

Dear Sir,

We would like to inform you that India Ratings and Research (Ind-Ra) has affirmed the Long Term Bank Loans [IND D] & withdrawn the Lower tier 2 sub-debt (long term) (WD) rating assigned to the NCDs of the Company as per below mentioned table:

Sr. No.	Instruments	Size of Issue (Billion)	Rating	Rating Action
1	Long Term Bank Loans	INR2.5	IND D	Affirmed
2	Lower tier 2 sub-debt (long term)*	INR1.2	WD	Withdrawn

** Ind-Ra has withdrawn the rating as the agency has received no dues certificate from the lenders of the facility. This is consistent with Ind-Ra's Policy on Withdrawal of Ratings.*

The Copy of the letter issued by **India Ratings and Research (Ind-Ra)** is enclosed.

You are requested to take the above information on your record and acknowledge the receipt.

Note: We would like to bring to your notice that the Company is not an equity listed entity and only debt is listed on privately placement basis. Currently, the Company has no outstanding listed NCDs in its books of account post payment/redemption of the one-time settlement of last outstanding Listed NCDs Series 36 on 26th September, 2023. Three (3) out of Four (4) Scrip codes listed on the BSE portal have already delisted by your good office and the Company has applied with BSE on October 04, 2023 for delisting of remaining one scrip code (949069) and approval of the same is awaited.

Thanking You,
 Yours truly

For Religare Finvest Limited

PUNIT
ARORA
Punit Arora
Company Secretary
Encl: As above



Page 1 of 1

Religare Finvest Limited

CIN: U74999DL1995PLC064132

Regd. Office: 1407, 14th Floor, Chiranjiv Tower, 43, Nehru Place, New Delhi – 110019, Telephone No.: 011-44725676

Corp. Office: Max House, 7th Floor, Block A, Dr. Jha Marg, Okhla Phase III, Okhla Industrial Estate, New Delhi – 110020 India | Telephone No. : 011 61405300

India Ratings Affirms Religare Finvest's Bank Loans at 'IND D'; Withdraws Lower Tier 2 Sub-Debt Rating

Oct 19, 2023 | Non Banking Financial Company (NBFC)

India Ratings and Research (Ind-Ra) has taken following rating actions on Religare Finvest Limited's (RFL) debt instruments:

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (billion)	Rating	Rating Action
Long-term bank loans	-	-	-	INR2.5	IND D	Affirmed
Lower tier 2 sub-debt (long term)#*	-	-	-	INR1.2	WD	Withdrawn

#Details in Annexure

* Ind-Ra has withdrawn the rating as the agency has received no dues certificate from the lenders of the facility. This is consistent with Ind-Ra's Policy on Withdrawal of Ratings

Key Rating Drivers

The affirmation reflects RFL's continued delays in debt servicing since April 2019 due to misappropriation of funds by the erstwhile promoters. The company has been under the corrective action plan advised by the Reserve Bank of India (RBI) since January 2018.

RFL had proposed a debt resolution plan to the RBI with Religare Enterprises Ltd (REL) as the promoter/shareholder in March 2020; however, the RBI, vide a letter dated 11 February 2022, advised RFL that its restructuring cannot be implemented with REL continuing as the promoter. Subsequently, RFL proposed a one-time settlement (OTS) with the lenders. Thereafter, on 30 December 2022, RFL, along with the parent, REL, entered into a settlement agreement with its secured lenders (including their unsecured exposure) in connection with the OTS for the outstanding dues and completed the entire payment of INR21.8 billion on 8 March 2023. REL, on behalf of RFL, paid the overdue NCDs by 26 September 2023 by making a settlement payment of INR0.95 billion. RFL made the payment using resources from its own balance sheet and with assistance from REL

RFL continues to have an unsecured exposure of INR2.5 billion from ICICI Bank Ltd, its unsecured lender/investor. Furthermore, RFL has already applied for the removal of the corrective action plan with the RBI, which is still under process. RFL plans to revive its business with its current collections and will continue to focus on lending

secured and unsecured loans to micro and small enterprises, and building a granular book. RFL is divesting its subsidiary, Religare Housing Development Finance Corporation Limited (RHDFCL, 87.5%), to its parent REL, which will help RFL to focus and grow its own loan book. Post the acquisition, RHDFCL shall become a direct subsidiary of REL. The said transaction is subject to the receipt of necessary statutory and regulatory approvals and the fulfilment of other conditions precedent. RFL shall also continue to pursue recovery from the corporate loan book and its fixed deposits from Lakshmi Vilas Bank, along with the interest therein.

Rating Sensitivities

Positive: Timely debt servicing for at least three consecutive months would result in a positive rating action.

ESG Issues

The ESG issues are highly relevant for RFL, due to its weak corporate governance practices and financial mismanagement, which led to a default by the entity. For more information on Ind-Ra's ESG Relevance Disclosures, please click [here](#). For answers to frequently asked questions regarding ESG Relevance Disclosures and their impact on ratings, please click [here](#).

Company Profile

RFL is a non-bank finance company that provides loans primarily to micro, small and medium enterprises through its product offerings of loan against property and working capital loans.

FINANCIAL SUMMARY

Particulars	1QFY24	FY23	FY22
Total assets (INR billion)*	12.10	12.02	39.09
Tangible net worth (INR billion)*	6.83	6.73	-22.73
Net profit/loss (INR billion)	.097	29.25	-17.47
Return on assets (%)	3.2	114.5	-41.67
Source: RFL			
*net of deferred tax assets and intangible assets			

Non-Cooperation with previous rating agency

Not applicable

Solicitation Disclosures

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

Rating History

Instrument Type	Current Rating			Historical Rating					
	Rating Type	Rated Limits (billion)	Rating	22 September 2023	12 June 2023	24 April 2023	27 April 2022	28 April 2021	19 February 2021
Issuer rating	Long-term	-	-	WD	IND D	IND D	IND D	IND D	IND D
Lower tier 2 sub-debt	Long-term	INR1.2	WD	-	IND D	IND D	IND D	IND D	IND C
Long-term bank loans	Long-term	INR2.5	IND D	-	IND D	IND D	IND D	IND D	IND D

Annexure

Subordinated Debt

ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (billion)	Rating
INE958G08955	12 October 2012	12.20	12 October 2022	INR0.5	WD
INE958G08963	21 January 2013	12.20	21 January 2023	INR0.42	WD
INE958G08989	25 February 2013	12.00	25 February 2023	INR0.08	WD
INE958G08997	28 March 2013	12.05	28 March 2023	INR0.2	WD

Complexity Level of Instruments

Instrument Type	Complexity Indicator
Subordinated debt	Low
Bank loans	Low

For details on the complexity level of the instruments, please visit <https://www.indiaratings.co.in/complexity-indicators>.

Contact

Primary Analyst

Vani Girotra

Analyst

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APPLICABLE CRITERIA

Financial Institutions Rating Criteria**Non-Bank Finance Companies Criteria****Evaluating Corporate Governance****Default Recognition and Post-Default Curing Period****The Rating Process****DETAILED FINANCIAL SUMMARY**

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