



## Press Release

### Lendingkart Finance Limited

### Amended Press Release

**August 25, 2023**

The revised press release is provided in relation to the Press Release published July 12, 2021. The revised press release mentions the following:

-Detailed explanation of covenants of the rated instrument/facilities as per the regulator guidelines.

#### **Ratings**

<b>Instrument / Facility</b>	<b>Amount (Rs. crore)</b>	<b>Previous Ratings</b>	<b>Current Ratings</b>	<b>Rating Action</b>	<b>Complexity Indicator</b>
Long Term Bank Facilities	312.60	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	Reaffirmed	<a href="#">Simple</a>
NCD	132.00	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	Reaffirmed /Assigned	<a href="#">Simple</a>
Proposed NCD	43.00	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	IVR A-/ Stable (IVR A Minus; with Stable Outlook)	Reaffirmed	<a href="#">Simple</a>
Unallocated Proposed Long Term/Short Term Bank Facilities	162.40	IVR A-/ Outlook (IVR Single A Minus with Stable Outlook)/IVR A2+ (IVR A Two Plus)	IVR A-/ Outlook (IVR Single A Minus with Stable Outlook)/IVR A2+ (IVR A Two Plus)	Reaffirmed	<a href="#">Simple</a>
<b>Total</b>	<b>650.00</b>	<b>Rupees Six Hundred Fifty Crore Only</b>			



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Details of Facilities are in Annexure 1

Link to the last press release published on Infomerics' website:

<https://www.infomerics.com/admin/uploads/pr-Lendingkart-July-12-2021.pdf>

### Detailed Rationale

The revised press release corrects the rating table as well as explanation on covenants.

### Rating History for last three years:

Sr. No.	Type of Facilities/Instrument	Current Ratings (Year 2021-22)				Rating History for the past 3 years			
		Tenure	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22 29 May 2021	Date(s) & Rating(s) assigned in 2020-21 (13 June 2020)	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19	
1.	Fund Based-Bank Facilities	Long Term	312.60	IVR A- /Stable (Reaffirmed)	IVR A- /Stable	IVR A- /Stable	-	-	
2.	NCD	Long Term	175.00	IVR A- /Stable (Assigned/Reaffirmed)	IVR A- /Stable	-	-	-	
3.	Unallocated (Long/Short Term Facilities)	Long Term/ Short Term	162.40	IVR A- /Stable/A2+ (Reaffirmed)	IVR A- /Stable/A2+	IVR A- /Stable/A2+	-	-	

### Name and Contact Details of the Rating Analyst:

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### About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics



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commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit [www.infomerics.com](http://www.infomerics.com).

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### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan-1	-	-	Feb 2023	72.50	IVR A-/Stable
Term Loan-2	-	-	Feb 2023	97.22	IVR A-/Stable
Cash Credit/WCDL	-	-	-	142.88	IVR A-/Stable



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NCD (ISIN: INE090W07279)	Aug 28, 2020	11% p.a.	Feb 24, 2022	25.00	IVR A-/Stable
NCD (ISIN: INE090W07295)	Sep 17, 2020	11.00% p.a.	March 17, 2022	25.00	IVR A-/Stable
NCD (ISIN: INE090W07352)	Mar 31, 2021	11.75% p.a.	April 28, 2023	32.00	IVR A-/Stable
NCD (ISIN: INE090W07311)	Nov 13, 2020	10.75% p.a.	May 13, 2022	25.00	IVR A-/Stable
NCD (ISIN: INE090W07329)	Nov 19, 2020	11.00% p.a.	May 19, 2022	25.00	IVR A-/Stable
Proposed NCD	-	-	-	43.00	IVR A-/Stable
Unallocated (Long Term and Short-Term Bank facilities)	-	-	-	162.40	IVRA-/Stable & IVR A2+

**Annexure 2: List of companies considered for consolidated analysis:** Not Applicable

**Annexure 3: Facility wise lender details-** [Facility wise lender](#)

**Annexure 4: Detailed explanation of covenants of the rated instrument/facilities:**

Name of Instrument	Detailed Explanation
<b>Financial Covenant</b>	<ul style="list-style-type: none"> <li>-CAR shall be minimum 15% and above</li> <li>-GNPA shall be maximum</li> <li>-NNPA shall be maximum 2.5%</li> <li>-Debt to Equity ratio shall not exceed 4x</li> </ul>
<b>Rating Covenant</b>	<p>-In case the Rating of the Instrument is downgraded, the Coupon will be stepped up by 25 bps for each notch of such downgrade and such revised coupon shall be applicable for the period such downgrade continues. The coupon would be reduced by 25 basis points for each notch of subsequent upgrade such that the coupon shall not at any time be less than the coupon rate on the deemed date of allotment. In case of 2 rating agencies, the lowest of two shall be considered.</p> <p>-In the event of a downgrade of the credit rating of debentures issued under this facility below BBB, the debenture holders would reserve the right to recall the outstanding principal amount on the NCDs alongwith other monies/accrued interest due in respect thereof. Such outstanding amount is payable within a period of 15 days from date of such notice of exercise of the right by the debenture holders.</p>
<b>Non-Financial Covenant</b>	-Debentures shall be secured by continuing security by way of an exclusive charge up to extent of 1.25x of principal amount of



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	<p>Debentures outstanding (Security cover) on standard/hypothecated receivable in favour of the Debenture trustee for the benefit of debenture holders. If the cover falls below 1.25x then the company shall within 30 business days of such occurrence shall hypothecate further receivable/security to such extent.</p> <ul style="list-style-type: none"><li>-The record date shall be 15 calendar days prior to each coupon payment date/ redemption date.</li><li>-Quarterly reports to be submitted within 45 calendar days from each financial quarter.</li><li>-Annual report to be submitted within 120 calendar days from end of each financial year.</li><li>-Non-maintenance of security cover will attract penal interest of 1% p.a. over the coupon rate for the period of non-compliance.</li><li>-In case of delay or default in payment of interest/coupon or principal amount on due dates, the company shall pay additional interest rate of 2.00% p.a. over the coupon rate for the defaulting</li></ul>
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**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [Complexity Level of Rated Instruments/Facilities](#).