

## RATING RATIONALE

20 Nov 2020

### SREI Equipment Finance Limited

Brickwork Ratings downgrades its ratings on the NCDs, IPDI and CPs of SREI Equipment Finance Limited to BWR ‘BBB/BB/A3’ while placing the ratings under credit watch with negative implications.

#### Particulars:

Instruments / Facilities**	Amount (Rs. Crs.)		Tenure	Rating*	
	Previous	Present		Previous (Sept,2020)	Present
Secured NCDs	3,962.77	2,878.30	Long Term	BWR A-/Negative	BWR BBB Credit watch with negative implications
Unsecured NCDs	2,296.60	1,519.79	Long Term		
Innovative perpetual debt instrument (IPDI)	200	200	Perpetual	BWR BBB-/Negative	BWR BB Credit watch with negative implications
Commercial Paper (CPs)	500	500	Short Term	BWR A2	BWR A3 Credit watch with negative implications
<b>Total</b>	<b>6,959.37</b>	<b>5,098.09</b>	<b>INR Five Thousand Ninety Eight Crores and Nine lakhs Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for the definition of the ratings

\*\* ISIN-wise details of NCDs are provided in Annexure-I&II

#### RATING ACTION / OUTLOOK

Brickwork Ratings (BWR) has downgraded its ratings on SREI Equipment Finance Ltd’s (SEFL’s) non-convertible debentures (NCD), innovative perpetual debt instrument (IPDI) and commercial paper (CP) to ‘BWR BBB/BB/A3’ from ‘BWR A-/BBB-/Negative/A2, respectively, while placing the ratings on credit watch with negative implications as tabulated above.

The rating downgrade is mainly driven by continued stress on asset quality in the equipment and infrastructure financing loan portfolios, significant decline in profitability and stretched liquidity position of the company on account of low collections. This, coupled with a decreasing asset base, average capitalisation with continued high earnings levels and the challenging operating



environment for Non-Banking Financial Companies (NBFCs), has impacted SEFL's overall credit risk profile. BWR has also taken note that the company has restructured the coupon payments of Perpetual debt instruments by taking the consent of the investors prior to the due date in line with RBI guidelines.

The ratings are placed under "Credit watch with negative implications" considering the expected ALM mismatch arising due to one time restructuring (OTR) being made available to SEFL's borrowers and the resultant adverse impact on SEFL's liquidity and debt servicing capability. Further, the company's earning profile is susceptible to high credit costs as the company is yet to provide a COVID 19 impact as per RBI guidelines.

BWR has also taken into consideration the pending outcome of the proposed meetings with creditors which is scheduled on 23 Dec 2020 for considering one time restructuring. Based on the outcome of the above meeting of creditors, BWR will analyse the impact of the same on the credit profile of the company and will resolve the credit watch accordingly.

SEFL had approached National Company Law Tribunal (NCLT), Kolkata in October 2020 with a Scheme of Arrangement to obtain formal consent from the required majority of lenders (for transferred cash credit, working capital demand loan and term loans referred to as Part III creditors) to the completed acquisition by way of slump exchange. As per the NCLT order dated 21 Oct 2020, SEFL mentioned before the NCLT, that pursuant to the circular issued by The Reserve Bank of India (RBI) in August 2020 (in relation to one-time restructuring), majority of the borrowers of SEFL have sought or are expected to seek one-time restructuring of their loans, which has resulted in and will result in severe cash flow shortage. SEFL only has the option of restructuring as per RBI guidelines in its assets and not in its liabilities. The resultant asset liability mismatch has forced SEFL to enter into certain arrangements with the secured creditors (viz. cash credit, term loans and working capital demand loan, referred to as Part IV creditors) for conversion of not less than 75% of the total debts due to the secured creditors as on August 31, 2020 into secured NCDs of such number and value as the Secured creditors in their meetings may decide.

The NCLT in its order dated 21 October 2020, further states that "In exercise of powers conferred Under Section 230 of the Companies Act, 2013 read with Rule 11 of the National Company Law Tribunal Rules, 2016 and until the Scheme is considered by the said Part III and Part IV Creditors and this Tribunal and to protect the interest of stakeholders, NCLT directs that in the meantime, the Part III and Part IV Creditors of the Applicant Company shall maintain status quo till further orders with respect to their respective contractual terms dues claims and rights and are stopped from taking any coercive steps including reporting in any form and/or changing the account status of the Applicant Company and its holding Company (Srei Infrastructure Finance Limited) from being a standard asset, which will prejudicially affect the implementation of the Scheme and render the said Scheme ineffective".

As per the NCLT order, the meeting of creditors as defined in Part III of the Scheme (Part III Creditors) of SEFL will be held on Wednesday, 16th December, 2020 for the purpose of their consideration, and if thought fit, approving, with or without modification, the said Scheme of



Arrangement. The meeting of creditors as defined in Part IV of the Scheme (Part IV Creditors) of SEFL will be held on Wednesday, 23rd December, 2020 for the purpose of their consideration, and if thought fit, approving, with or without modification, the said Scheme of Arrangement.

### **ANALYTICAL APPROACH AND APPLICABLE RATING CRITERIA**

For arriving at these ratings, BWR has considered a consolidated financial profile, wherein the financial performance of SREI Infrastructure Finance Limited and its key operating subsidiary SEFL (hereon referred to as 'the combine' because of their strong operational and financial integration, common promoters and management, along with the two sharing a common brand name) is considered. BWR has applied its rating methodology as detailed in the Rating Criteria detailed below (hyperlinks provided at the end of this rationale).

### **KEY RATING DRIVERS**

#### **Credit Strengths:**

- **Experienced promoters and management team:** Chairman & Managing Director Mr Hemant Kanoria and Vice Chairman Mr Sunil Kanoria, who have more than 3 decades of experience in the financial services industry, spearhead the business operations of the combine and work closely with the management team in running its operations. The long track record of operations in construction equipment financing, existing client relations in the infrastructure finance space, and good market intelligence and client relations have helped the combine effectively manage operations despite a challenging operating environment for NBFCs over the past two years, especially in the infrastructure and construction equipment space. The combine also benefits significantly from the vast experience of Managing Director Mr. Devendra Kumar Vyas and the management team, which has been with the company for over 20 years.
- **Established market position with sizeable AUM:** The combine has strong relations/tie-ups with OEMs developed over the years, coupled with its strong distribution network, and operates out of 85 branches, 272 vendor and manufacturer partnerships, and 149 SREI entrepreneur partners across India, which enabled the company to sustain its dominance in the equipment financing market and build sizeable assets under management (AUM) over the years, which were currently at Rs 41,384 Crs as on 30 September 2020. The combine has also tied-up with a number of financial institutions for co-lending business opportunities over the medium term.

#### **Credit Risks:**

- **Stressed asset quality:** The combine's asset quality remains stressed, with reported gross Non-Performing Assets (NPAs) and net NPAs at 9.50% and 6.60%, respectively, as on 30 September 2020 (8.60% and 5.80% as on 31 Mar 2020). Furthermore, given the wholesale nature of the loans with a larger ticket size, it exposes the combine to a high

risk of delinquencies as the recovery and resolution of such exposures takes a longer time. BWR expects the pressure on asset quality to increase in the current environment, considering the fact that both infrastructure and equipment finance sectors are severely affected by the impact of the COVID-19 pandemic on the domestic economy, which has also resulted in subdued collections as ~30% of the portfolio was under a moratorium as at end-Sep 2020.

To partially offset the increasing risk on asset quality and conserve capital and liquidity, the combine is selling down large-ticket-sized infra assets and sold down loans worth ~Rs 2,900 Crs in the past 15 months. However, the combine's ability to improve the collection efficiency post the moratorium period and thereby manage asset quality while continuing to sell down assets will be a critical rating monitorable over the near to medium term.

- **Pressure on earnings profile:** On a consolidated basis, for FY20, the combine reported net income from operations and profit after tax (PAT) of Rs 2,325.35 Crs and Rs 88.75 Crs, respectively, compared with Rs 2,962.77 Crs and Rs 487.06 Crs, respectively, for FY19. Net income from operations and PAT further decreased to Rs 662.06 Crs and Rs 27.73 Crs respectively for H1FY21. The substantial decline in profitability is mainly on account of decline in the net income from operations on the back of a declining asset base, increasing finance cost and high loan loss provisions, coupled with the net loss incurred on foreign currency transactions. The ROA and ROE for H1FY21 declined to 0.20% and 2.20%, respectively, compared with 0.10% and 1.40%, respectively, in FY20. While the combine is focusing on increasing fee-based income mainly through the co-lending route, BWR believes the pressure on operating profits, coupled with any additional provisioning requirement towards loan losses due to COVID-19 impact, will continue to impact the combine's profitability over the medium term..
- **Average capitalisation with high gearing:** On a consolidated basis, the combine's Capital to Risk Weighted Assets Ratio (CRAR) decreased in the last 2 years and reached 15.50% as on 30 September 2020, which is near the minimum regulatory requirement of 15%. Given the CRAR constraints, the combine curtailed its disbursements and focused more on co-lending, which resulted in degrowth in the consolidated AUM from Rs 47,070 Crs in FY19 to Rs 41,384 Crs in H1FY21. BWR expects that the AUM will continue to degrow in FY21 considering the curtailed disbursements, company's focus on co-lending and sell down of infra assets.

As on 30 September 2020, the consolidated networth stood at Rs. 4,071 Crs, against the total debt of Rs 31,469 Crs, resulting in a high gearing of 7.73x. With the weakening of the asset quality over the years, the networth cover for net NPAs had also decreased over years and stands very low at 1.79 times. Hence, timely capital infusion to improve capitalisation and asset cover will remain critical for the combine to improve its overall credit risk profile.

- **Challenging operating environment for NBFCs:** Currently, NBFCs in India are facing liquidity and funding challenges, resulting in subdued growth/degrowth and potential ALM mismatches in the short term. This is also expected to adversely affect the borrowing profile and profitability of NBFCs. The COVID-19 pandemic has aggravated the liquidity issues of NBFCs, with the loan moratorium announced by the RBI affecting their collection efficiencies and impacting asset quality and profitability. Furthermore, the combine operates in a highly competitive space, and thus, its ability to demonstrate profitable growth while maintaining asset quality over the medium term will be critical. While the combine has raised long-term funds in the recent past, its ability to raise adequate funding at competitive rates over the medium term will be a key monitorable.

## RATING SENSITIVITIES

- **Positive:** The company's ability to revive its growth while substantially improving its asset quality, profitability and liquidity with a sustained improvement in the company's overall performance
- **Negative:** The rating may be downgraded if there is further strain on liquidity, asset quality, profitability or capitalisation.

## LIQUIDITY: Stretched

SEFL had cash and bank balances of Rs 1,166 Crs as on 30 September 2020, against debt repayments of Rs 1,087 Crs for the next six months. However, the collections have not improved post moratorium and currently stands at ~56% for September 2020 and the company has informed that majority of its customers have/might opt for one time restructuring which has caused cash flow mismatches and thereby impacted the liquidity position of the company and hence, the company has also approached NCLT and has got an interim order directing the lenders not to report default and maintain status quo till further orders. They have also reported in Q2FY21 results that they have with the consent of the investors and debenture trustees, have waived the interest payable on unlisted Perpetual Debt Instruments (PDI) for the financial year 2020-21. The company has unlisted PDIs of Rs 320 Crs carrying coupons of 10% p.a. The consent from the investors and debenture trustee has come prior to the due date of coupon payment.

**Coronavirus disease (COVID-19):** Coronavirus disease (COVID-19), declared a pandemic by the World Health Organisation (WHO), has become a full-blown crisis globally, including in India. As a containment measure, the Indian Government had announced a 21-day nationwide lockdown on 24 March 2020, which was subsequently extended until 31 May 2020. As per BWR, financial institutions, mainly those lending to the retail low-income borrower segments could be the most impacted. The 6-month moratorium announced by the Reserve Bank of India on interest and principal on bank debt has provided some cushion to the lending community to realign its collection machinery and operations during this period. However, lenders' ability to ensure credit discipline among borrowers as the 6-month moratorium ends and to collect accumulated interest and principal dues on a timely basis after this period will be a key



monitorable. BWR is actively engaging with its clients on a continuous basis and taking updates on the impact on its operations and liquidity situation. BWR will take appropriate rating actions as and when it deems necessary and will publish the same.

### COMPANY PROFILE

SREI Equipment Finance Ltd (SEFL) is a 100% subsidiary of SREI Infrastructure Finance Ltd (SIFL). SEFL is a non-deposit taking systemically important NBFC. The company is also registered with the RBI and is classified as an Asset Financing Company (AFC). The company is a leading financier in the Construction, Mining and allied Equipment (CME) sector in India offering loans and leases for new, as well as used equipment. The lending business, interest earning business and lease business of SIFL have merged with the company w.e.f 1 October 2019 pursuant to the slump exchange.

#### Company Profile: SREI Infrastructure Finance Limited (SIFL)

SREI Infrastructure Finance Ltd (SIFL), on a consolidated basis, with its wholly owned subsidiary SREI Equipment Finance Ltd (SEFL) has a presence majorly in the financing of the infrastructure sector and CME, besides the financing of IT, medical and farm equipment and Loans against Property (LAP). In October 2019, SIFL transferred all its assets and liabilities to SEFL through a slump sale. Post the transfer of business to SEFL, SIFL operates as a holding company and is involved in infrastructure and financial solutions advisory.

#### KEY FINANCIAL INDICATORS: Consolidated

Key Financial Indicators	Units	FY19	FY20
Result Type		Audited	Audited
Consolidated AUM	Rs in Crs	47,070	44,836
Net Income from operations	Rs in Crs	2,963	2,325
PAT	Rs in Crs	487	89
Networth	Rs in Crs	4,097	4,006
Gearing	Times	8.11	8.07
Gross NPA	%	9.42	8.60
Total CRAR	%	15.60	15.70

**KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED: Nil**

**NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY: Nil**

## RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Instrument / Facilities	Current Rating (Nov 2020)			Rating History								
	Tenure	Amount (Rs.Crs.)	Rating	7 Sep 2020	10 Sep 2019	25 July 2019	5 July 2019	24 Dec 2018	13 Dec 2018	27 Jun 2018	8 Feb 2018	19 July 2017
Secured NCDs	Long Term	2,898.30	BWR BBB	BWR A-Negative	BWR A+ Negative	BWR AA Negative	BWR AA Negative	BWR AA+ Stable	BWR AA+ Stable	BWR AA+ Stable	BWR AA+ Stable	BWR AA+ Stable
Unsecured NCDs		1,519.79	Credit watch with Negative implications									
IPDI	Perpetual	200	BWR BB Credit watch with Negative implications	BWR BBB-Negative	BWR BBB+ Negative	BWR A+ Negative	BWR A+ Negative	BWR AA- Stable	BWR AA- Stable	Nil	Nil	Nil
Commercial Paper	Short Term	500	BWR A3 Credit watch with Negative implications	BWR A2	BWR A1	BWR A1+	BWR A1+	BWR A1+	Nil	Nil	Withdrawn	BWR A1+
<b>Total</b>		<b>5,098.09</b>	<b>INR Five Thousand Ninety Eight Crores and Nine lakhs Only</b>									

### COMPLEXITY LEVELS OF THE INSTRUMENTS: Simple

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Commercial Paper](#)
- [Banks & Financial Institutions](#)

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**SREI Equipment Finance Limited**

**ANNEXURE I**

**INSTRUMENT (NCDs) DETAILS**

<b>Instruments</b>	<b>Issue Date</b>	<b>O/s Amount (Rs in Crs)</b>	<b>Maturity date</b>	<b>ISIN No</b>
NCD	17/Dec/12	17.00	17/Dec/22	INE881Jo8169
NCD	7/May/13	18.00	7/May/23	INE881Jo8219
NCD	27/Sep/13	16.00	27/Sep/20	INE881Jo8250
NCD	20/Dec/13	10.00	20/Dec/20	INE881Jo8276
NCD	16/Mar/15	5.00	16/Mar/25	INE881Jo8284
NCD	7/May/13	2.80	7/May/23	INE881Jo8219
NCD	23/Jun/17	5.00	23/Jun/27	INE881Jo8565
NCD	10/Oct/18	5.00	10/Oct/28	INE881Jo8672
NCD	13/Aug/15	50.00	13/Aug/22	INE881Jo8300
NCD	13/Aug/15	50.00	13/Aug/25	INE881Jo8318
NCD	13/Aug/15	100.00	13/Aug/25	INE881Jo8318
NCD	20/Aug/15	10.00	20/Aug/25	INE881Jo8326
NCD	24/Sep/15	12.00	24/Apr/23	INE881Jo8342
NCD	24/Sep/15	5.00	24/Sep/25	INE881Jo8359
NCD	24/Sep/15	23.60	24/Apr/21	INE881Jo8334
NCD	11/Jan/16	15.00	11/Jan/26	INE881Jo8367
NCD	20/Jan/16	5.00	20/Jan/26	INE881Jo8375
NCD	18/Mar/16	5.00	18/Mar/26	INE881Jo8409
NCD	31/Mar/16	20.00	31/Mar/26	INE881Jo8425
NCD	25/May/16	20.00	25/May/26	INE881Jo8441



NCD	26/May/16	3.50	26/May/26	INE881Jo8458
NCD	24/Aug/16	30.00	24/Aug/26	INE881Jo8466
NCD	1/Feb/16	7.00	1/May/21	INE881Jo8383
NCD	5/Feb/16	5.00	5/Feb/26	INE881Jo8391
NCD	29/Mar/16	2.00	29/Mar/23	INE881Jo8417
NCD	4/Oct/16	15.00	4/Oct/26	INE881Jo8474
NCD	7/Oct/16	40.00	7/Oct/26	INE881Jo8482
NCD	25/Oct/16	50.00	24/Apr/24	INE881Jo8490
NCD	4/Nov/16	10.00	4/Nov/26	INE881Jo8516
NCD	1/Mar/17	5.00	1/Jun/24	INE881Jo8524
NCD	9/Mar/17	5.00	9/Jun/22	INE881Jo8532
NCD	30/Mar/17	9.90	30/Mar/27	INE881Jo8557
NCD	30/Mar/17	40.10	30/Mar/27	INE881Jo8557
NCD	31/Mar/18	40.00	23/Jun/27	INE881Jo8565
NCD	8/Aug/17	69.90	8/Nov/22	INE881Jo8573
NCD	3/Jul/18	50.00	3/May/24	INE881Jo8664
NCD	13/Jun/14	10.00	13/Jun/24	INE881Jo7DG4
NCD	6/Oct/16	5.00	6/Oct/21	INE881Jo7DZ4
NCD	20/Jun/14	10.00	20/Jun/24	INE881Jo7DH2
NCD	20/Dec/16	10.00	20/Dec/26	INE881Jo7EB3
NCD	2/Dec/16	5.00	2/Dec/23	INE881Jo7EA5
NCD	3/Oct/17	6.00	3/Oct/24	INE881Jo7EU3
NCD	9/Jan/18	2.50	15/Sep/24	INE881Jo7ET5
NCD	17/Jan/18	1.00	15/Sep/24	INE881Jo7ET5
NCD	11/May/15	32.15	11/May/22	INE881Jo7DX9

NCD	17-Jan-17	50.72	17-Jan-22	INE881Jo7EK4
NCD	17-Jan-17	47.72	17-Jan-22	INE881Jo7EL2
NCD	17-Jan-17	43.09	17-Jan-22	INE881Jo7EM0
NCD	17-Jan-17	179.46	17-Jan-22	INE881Jo7EN8
NCD	17-Jan-17	0.15	17-Jan-22	INE881Jo7EO6
NCD	17-Jan-17	17.28	17-Jan-22	INE881Jo7EP3
NCD	26/May/17	20.00	26/May/24	INE881Jo7EQ1
NCD	31/May/17	10.00	31/May/24	INE881Jo7ER9
NCD	22/Jun/17	20.00	22/Jun/24	INE881Jo7ES7
NCD	15/Sep/17	20.00	15/Sep/24	INE881Jo7ET5
NCD	28/Dec/17	5.00	28/Dec/20	INE881Jo7EW9
NCD	18/Jan/18	10.00	18/Jan/28	INE881Jo7EX7
NCD	14/Mar/18	5.00	14/Mar/23	INE881Jo7EY5
NCD	25/May/18	22.61	25/May/21	INE881Jo7FD6
NCD	25/May/18	60.88	25/May/21	INE881Jo7FE4
NCD	25/May/18	17.36	25/May/21	INE881Jo7FF1
NCD	25/May/18	28.39	25/May/23	INE881Jo7FG9
NCD	25/May/18	112.37	25/May/23	INE881Jo7FH7
NCD	25/May/18	11.15	25/May/23	INE881Jo7FI5
NCD	25/May/18	23.25	25/May/28	INE881Jo7FJ3
NCD	25/May/18	133.94	25/May/28	INE881Jo7FK1
NCD	25/May/18	6.03	25/May/28	INE881Jo7FL9
NCD	24/Jan/19	17.99	24/Jan/22	INE881Jo7FO3
NCD	24/Jan/19	45.53	24/Jan/22	INE881Jo7FP0
NCD	24/Jan/19	9.06	24/Jan/22	INE881Jo7FQ8

NCD	24/Jan/19	25.78	24/Jan/24	INE881J07FR6
NCD	24/Jan/19	34.91	24/Jan/24	INE881J07FS4
NCD	24/Jan/19	6.78	24/Jan/24	INE881J07FT2
NCD	8/Aug/17	106.58	8/Nov/22	INE881J08573
NCD	8/Aug/17	150.53	8/Nov/22	INE881J08581
NCD	8/Aug/17	30.91	8/Nov/22	INE881J08599
NCD	8/Aug/17	9.32	8/Aug/24	INE881J08607
NCD	8/Aug/17	11.51	8/Aug/24	INE881J08615
NCD	8/Aug/17	2.81	8/Aug/24	INE881J08623
NCD	8/Aug/17	116.64	8/Aug/27	INE881J08631
NCD	8/Aug/17	45.78	8/Aug/27	INE881J08649
NCD	8/Aug/17	17.99	8/Aug/27	INE881J08656
NCD	24/Jan/19	14.28	24/Jan/29	INE881J08698
NCD	26/Mar/18	16.50	26/Mar/25	INE881J07EZ2
NCD	4/Apr/18	5.00	4/Apr/23	INE881J07FA2
NCD	6/Apr/18	5.00	4/Apr/23	INE881J07FA2
NCD	12/Apr/18	4.00	4/Apr/23	INE881J07FA2
IPDI	13/Dec/18	100.00	13/Dec/28	INE881J08680

**Total Rs. Two Thousand Four Hundred Seventy Nine Crs and Seventy Seven Lakhs Only**

**SREI Equipment Finance Limited**

**ANNEXURE II: Details of Instruments (NCDs) transferred from SIFL pursuant to Business Transfer agreement**

<b>Instrument</b>	<b>Issue date</b>	<b>O/s Amount (Rs in Crs)</b>	<b>Maturity Date</b>	<b>ISIN</b>
NCD	09/Sep/11	10.00	09/Sep/21	INE872A07PL6
NCD	29/Oct/11	30.00	29/Oct/21	INE872A07PQ5
NCD	18/Oct/12	10.60	18/Oct/22	INE872A08CJ6
NCD	31/Oct/12	4.90	31/Oct/22	INE872A08CL2
NCD	28/Sep/12	28.90	28/Sep/22	INE872A08CH0
NCD	16/Jan/13	2.50	16/Jan/23	INE872A08CO6
NCD	16/Jan/13	70.00	16/Jan/23	INE872A08CP3
NCD	24/Jan/13	60.70	24/Jan/23	INE872A08CQ1
NCD	28/Jan/13	7.00	28/Jan/23	INE872A08CT5
NCD	01/Mar/13	17.50	01/Mar/23	INE872A08CW9
NCD	28/Mar/13	16.50	28/Mar/23	INE872A08CY5
NCD	29/Jun/13	11.60	29/Jun/20	INE872A08DA3
NCD	29/Jun/13	10.40	29/Jun/23	INE872A08DB1
NCD	29/Jun/13	25.00	29/Jun/23	INE872A08DC9
NCD	28/Jul/15	29.05	28/Jul/20	INE872A07TT1
NCD	28/Jul/15	48.56	28/Jul/20	INE872A07TU9
NCD	28/Jul/15	10.73	28/Jul/20	INE872A07TV7
NCD	06/Oct/16	44.69	06/Oct/21	INE872A07UA9
NCD	06/Oct/16	86.48	06/Oct/21	INE872A07UB7
NCD	06/Oct/16	24.68	06/Oct/21	INE872A07UC5
NCD	27/Feb/17	40.32	27/Feb/22	INE872A07UI2
NCD	27/Feb/17	114.35	27/Feb/22	INE872A07UJ0
NCD	27/Feb/17	20.79	27/Feb/22	INE872A07UK8
NCD	29/Nov/13	4.50	29/Nov/23	INE872A07SD7
NCD	10/Nov/10	50.00	10/Nov/20	INE872A08BT7
NCD	23/Dec/11	69.05	23-Dec-21	INE872A08BX9
NCD	11/Jan/12	66.00	11-Jan-22	INE872A08BZ4
NCD	12/Jan/12	84.10	12-Jan-22	INE872A08CA5

NCD	08/Jun/12	0.70	8-Jun-22	INE872A07QD1
NCD	05/Oct/12	20.00	5-Oct-22	INE872A07QS9
NCD	31/Jul/12	1.30	31-Jul-22	INE872A07QM2
NCD	09/Dec/14	19.00	9-Dec-24	INE872A07TP9
NCD	30/Mar/12	100.00	30-Mar-22	INE872A08CB3
NCD	01/Jun/12	11.30	1-Jun-22	INE872A08CD9
NCD	31/Jul/12	12.06	31-Jul-22	INE872A08CF4
NCD	17/Jul/13	5.00	17-Jul-20	INE872A08DGo
NCD	17/Jul/13	23.00	17-Jul-23	INE872A08DH8
NCD	24/Jan/13	0.40	24-Jan-23	INE872A07RC1
NCD	24/Jan/13	0.70	24-Jan-23	INE872A07RE7
NCD	10/Jun/14	10.00	10-Jun-24	INE872A07TE3
NCD	16/Mar/18	22.35	16/Mar/21	INE872A07UN2
NCD	16/Mar/18	59.66	16/Mar/21	INE872A07UO0
NCD	16/Mar/18	30.80	16/Mar/21	INE872A07UP7
NCD	16/Mar/18	36.86	16/Mar/23	INE872A07UQ5
NCD	16/Mar/18	90.15	16/Mar/23	INE872A07UR3
NCD	16/Mar/18	31.28	16/Mar/23	INE872A07US1
NCD	15/May/19	5.59	18/Jun/20	INE872A07UW3
NCD	15/May/19	6.54	18/Jun/20	INE872A07UX1
NCD	15/May/19	15.08	15/May/22	INE872A07UY9
NCD	15/May/19	24.06	15/May/22	INE872A07UZ6
NCD	15/May/19	6.43	15/May/22	INE872A07VA7
NCD	15/May/19	21.05	15/May/24	INE872A07VB5
NCD	15/May/19	21.87	15/May/24	INE872A07VC3
NCD	15/May/19	5.15	15/May/24	INE872A07VD1
NCD	16/Mar/18	12.26	16/Mar/28	INE872A08DI6
NCD	16/Mar/18	11.60	16/Mar/28	INE872A08DJ4
NCD	16/Mar/18	3.16	16/Mar/28	INE872A08DK2
<b>IPDI</b>	05/Mar/19	10.00	Perpetual	INE872A08DL0

**Total Rs One Thousand Six Hundred Sixteen Crs and Twenty Five lakhs Only**

**SREI Equipment Finance Limited  
ANNEXURE III**

**List of entities consolidated**

<b>Name of Entity</b>	<b>% ownership</b>	<b>Extent of consolidation</b>	<b>Rationale for consolidation</b>
SREI Capital Markets Ltd	100%	Full	Subsidiary
Trinity Alternative Investment Managers Ltd	100%	Full	Subsidiary
Controlla Electrotech Pvt Ltd	100%	Full	Subsidiary
SREI Mutual Fund Asset Management Pvt Ltd	100%	Full	Subsidiary
SREI Mutual Fund Trust Pvt Ltd	100%	Full	Subsidiary
SREI Insurance Broking Pvt Ltd	100%	Full	Subsidiary
Bengal SREI Infrastructure Development Ltd	51%	Full	Subsidiary
Hyderabad Information Technology Venture Enterprises Ltd	51%	Full	Step down subsidiary
Cyberabad Trustee Company Pvt Ltd	51%	Full	Step down subsidiary
SREI Finance Ltd	100%	Full	Subsidiary
SREI Equipment Finance Ltd	100%	Full	Subsidiary
E-Village Kendra Ltd	49.47%	Full	Partial
IIS International Infrastructure Services, GMBH, Germany	49.13%	Full	Partial
SREI Mutual Fund Trust	100%	Full	Trust



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