

Ref: IFL/Sect/BSE/2017-18/52534

August 10, 2017

BSE Limited,  
Deptt. of Corporate Services,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

Re: **Revision in Credit Rating**

Dear Sir/Madam,

Pursuant to Regulation 51(2) read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform that CARE and Brickwork have revised the Credit Rating of the Company. The revised Credit Rating is as follows:


*Long-Term Bank Facilities	<u>CARE Rating</u> - Care BBB (SO); Negative [Triple B (Structured Obligation); Outlook: Negative]
*Short-Term Bank Facilities	<u>CARE Rating</u> - Care A2+ (SO) [A Two Plus (Structured Obligation)]
Long Term instruments (NCD)	<u>CARE Rating</u> - Care BBB-; Negative (Triple B Minus; Outlook: Negative) <u>Brickwork</u> BWR BBB+ (outlook negative)

\*backed by Letter of Comfort from IFCI Ltd.

The communication received from CARE and Brickwork is enclosed herewith.  
You are requested to take the same on record.

Thanking you

Yours truly,  
For IFCI Factors Limited

  
Prafulla Sharma  
AVP Finance & Marketing

encl: as above

आई एफ सी आई फैक्टर्स लिमिटेड

दसवा तल, आई एफ सी आई टावर, 61, नेहरू प्लेस, नई दिल्ली - 110 019  
दूरभाष : +91-11-4173 2000, फैक्स : +91-11-4652 1436  
वेबसाइट : www.ifcifactors.com  
सीआईएन : U74899DL1995GOI074649

**IFCI Factors Limited**

10<sup>th</sup> Floor, IFCI Tower, 61, Nehru Place, New Delhi - 110019, INDIA  
Tel.: +91-11-4173 2000, Fax: +91-11-4652 1436  
Website: www.ifcifactors.com  
CIN : U74899DL1995GOI074649

(A Subsidiary of IFCI Ltd.)

BWR/NCD/HO/ERC/MM/0293/2017-18

July 28, 2017

**Mr. Samik Dasgupta**  
 Managing Director  
**IFCI Factors Limited**  
 IFCI Tower, 9<sup>th</sup> Floor  
 61 Nehru Place  
 New Delhi-110019

Dear Sir,

**Sub: Annual Review of the Rating of Non-Convertible Debentures (NCD) up to ₹ 200 Crores (INR Two Hundred Crores Only) of IFCI Factors Limited**

On an annual review of **IFCI Factors Limited's** performance based on the information and clarifications provided by your company, as well as information available in public sources, we inform you that Brickwork Ratings has revised the ratings as detailed below:

Issues	Issue Size (₹ Cr)	Tenure	Rating O/S (June 2016)	Rating
Secured NCD	100	Long Term	BWRA- Outlook: Stable	BWR BBB+ Outlook: Negative <i>(Revised)</i>
Unsecured NCD	100		BWRA- Outlook: Stable	BWR BBB+ Outlook: Negative <i>(Revised)</i>

Instruments with this rating are considered to have **moderate degree** of safety regarding timely servicing of financial obligations. Such instruments carry moderate credit risk.

The Rating is valid for one year from the date of this letter and subject to the terms and conditions that were agreed in your mandates, our rating letters and other correspondence, if any, and Brickwork Ratings' standard disclaimer appended below.



**Brickwork Ratings India Pvt. Ltd.**

3rd Floor, Raj Alkaa Park, Kalena Agrahara, Bannerghatta Road, Bengaluru - 560 076

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Ahmedabad • Bengaluru • Chandigarh • Chennai • Guwahati • Hyderabad • Kolkata • Mumbai • New Delhi

CIN: U67190KA2007FTC043591

**IFCI Factors Limited**

Brickwork Ratings would conduct surveillance every year till maturity/redemption of the instrument. Please note that Brickwork Ratings would need to be kept informed of any information/development that may affect your Company's finances/performance without any delay.

Kindly acknowledge.

Best Regards,

  
MSR Manjunatha  
Director-Ratings



Note: In case of all valid Ratings, respective Rating Rationale is published on Brickwork Ratings website. Interested persons are well advised to refer to our website [www.brickworkratings.com](http://www.brickworkratings.com), if they are unable to view the rationale, they are requested to inform us on [brickworkhelp@brickworkratings.com](mailto:brickworkhelp@brickworkratings.com)

**Disclaimer:** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.

No. CARE/DRO/RL/2017-18/1522

Mr. Samik Dasgupta  
Managing Director  
IFCI Factors Limited  
IFCI Tower, 61, Nehru Place,  
New Delhi - 110019

June 30, 2017

**Confidential**

Dear Sir,

**Credit rating for bank facilities and Instruments**

On the basis of recent developments including operational and financial performance of your company for FY17, our Rating Committee has reviewed the following ratings.

S. No	Facilities	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
I	Long term Bank Facilities	162.5	CARE BBB (SO); Negative [Triple B (Structured Obligation); Outlook: Negative]	Revised from CARE BBB+ (SO); Negative [Triple B Plus (Structured Obligation); Outlook: Negative]
II	Short term Bank Facilities	442.5	CARE A2+ (SO) [A Two Plus (Structured Obligation)]	Revised from CARE A1 (SO) [A One (Structured Obligation)]
	<b>Total Bank facilities</b>	<b>605</b> (Rupees Six Hundred and Five crore only)		
III	Long term Instruments	200 (Rupees Two Hundred crore only)	CARE BBB-; Negative (Triple B Minus; Outlook: Negative)	Reaffirmed

2. Refer Annexure 1 for details of rated facilities and instruments.
3. The ratings (S. No. I and II in the above table) are based on the credit enhancement in the form of letter of comfort from IFCI Ltd (rated CARE A-; Negative/ CARE A1).
4. The rationale for this rating will be communicated to you separately.

*AS*

*6*

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications.

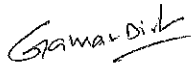
5. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
6. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
7. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
8. Users of this rating may kindly refer our website [www.careratings.com](http://www.careratings.com) for latest update on the outstanding rating.
9. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,

  
Akanksha Gupta  
[Deputy Manager]  
[Akanksha.gupta@careratings.com](mailto:Akanksha.gupta@careratings.com)

  
Gaurav Dixit  
[Deputy General Manager]  
[gaurav.dixit@careratings.com](mailto:gaurav.dixit@careratings.com)

Encl.: As above

**Disclaimer**

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on

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**CARE Ratings Limited**  
(Formerly known as Credit Analysis & Research Limited)

information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

**Annexure 1**  
**Details of Rated Facilities**  
**IFCI Factors Ltd**

**1. Long-term facilities**

**1. A. Term Loans\***

Sr. No.	Lender	Sanctioned Amount	Rated Amount	Remarks
1.	South India Bank	50.00	20.00	42 instalments from May 04, 2014
2.	Union Bank	50.00	50.00	
	<b>Total</b>	<b>100.00</b>	<b>70.00</b>	

(Rs. Crore)

**1. B. Fund Based limits\***

Sr. No.	Name of Bank	Fund Based Limits (Rs. Crore)	
		Cash Credit	Total fund-based limits
1	Canara Bank	50.0	50.0
2	Dena Bank	30.0	30.0
3	Andhra Bank	12.5	12.5
	<b>TOTAL</b>	<b>92.5</b>	<b>92.5</b>

Total long-term facilities (1.A. + 1.B.): Rs.162.50 crore

**2. Short-term facilities**

**2. A. Term Loans\***

Sr. No.	Lender	Rated Amount (Rs. crore)	Remarks
1	Vijaya Bank	25.0	
2	Proposed	100.0	
	<b>Total</b>	<b>125.0</b>	

**2. B. Fund Based limits \***

Sr. No.	Name of Bank	Fund Based Limits (Rs. crore)		
		Working capital demand loans	Others	Total fund-based limits
1	Canara Bank	200.00	-	200.00
2	Andhra Bank	37.50	-	37.50
3	Proposed	-	80.00	80.00
	<b>TOTAL</b>	<b>237.50</b>	<b>80.00</b>	<b>317.50</b>

\* backed by Letter of Comfort from IFCI Ltd

Total short-term facilities (2.A. + 2.B.): Rs.442.50 crore

Total bank facilities (1 + 2): Rs.605.00 crore

### 3. Details of Instruments

Bond	Rs. Cr	RoI (%)	Redemption Date
Secured NCD	18.70	10.15	28-Mar-18
Secured NCD	1.80	10.25	28-Mar-18
Secured NCD	21.40	10.15	23-Apr-18
Secured NCD	17.00	10.25	28-Mar-23
Secured NCD	41.10	10.20	23-Apr-23
Secured NCD	100.00	10.24	17-May-23
<b>Total</b>	<b>200.00</b>		