

Ratings

CRISIL Ratings Limited (A subsidiary of CRISIL Limited)

CRISIL

An S&P Global Company

Rating Rationale

July 13, 2021 | Mumbai

Bajaj Finance Limited

Rated amount enhanced

Rating Action

Total Bank Loan Facilities Rated	Rs.21000 Crore
Long Term Rating	CRISIL AAA/Stable (Reaffirmed)
Short Term Rating	CRISIL A1+ (Reaffirmed)

Fixed Deposits Programme	FAAA/Stable (Reaffirmed)
Rs.35000 Crore (Enhanced from Rs.25000 Crore) Commercial Paper	CRISIL A1+ (Reaffirmed)
Lower Tier II Bonds Aggregating Rs.700 Crore	CRISIL AAA/Stable (Reaffirmed)
Non Convertible Debentures Aggregating Rs.43994.6 Crore	CRISIL AAA/Stable (Reaffirmed)
Subordinated Debt Aggregating Rs.2371.3 Crore	CRISIL AAA/Stable (Reaffirmed)
Non Convertible Debentures Aggregating Rs.1014.7 Crore	CRISIL AAA/Stable (Withdrawn)

1 crore = 10 million

Refer to Annexure for Details of Instruments & Bank Facilities

Detailed Rationale

CRISIL Ratings has reaffirmed its 'CRISIL AAA/FAAA/Stable/CRISIL A1+' ratings on the bank facilities and debt instruments of Bajaj Finance Limited (BFL).

Ratings continue to reflect Bajaj Finance's strong business risk profile, given its position as one of the largest retail asset financing non-banking financial companies (NBFCs) in the country, and expectation of comfortable capitalisation metrics. Increased focus on risk management and data analytics should mitigate the inherent asset quality challenges in the risky asset segments. Healthy earnings also underpin the ratings. The ratings also reflect expectation of support from the Bajaj group and its healthy financial flexibility.

Bajaj Finance has emerged as one of the largest retail asset financing NBFCs in India, and continues with its two-pronged strategy of building scale and to maximise profit. Segments such as mortgages, small business loans, and commercial lending are focused on building scale, while consumer durable loans, personal loans, and 2- and 3-wheeler financing are focused to maximise profit. Given the current environment, as on March 31, 2021, assets under management (AUM) registered de-growth of 0.6% (year-on-year) to Rs 115,418 crores on a standalone basis, primarily contributed by a de-growth of personal and consumer durable loan portfolio by 14% in fiscal 2021. The AUM consisted primarily of personal and consumer durables loans (36%), mortgages (loans against property [LAP] and home loans including LRD; 12%), SME loans and vendor financing (21%), two- and three-wheeler financing (10%), rural financing (13%), loan against securities (5%) and others (3%). At a consolidated level, the AUM registered a growth of 3.7% to Rs 152,947 crores, with Bajaj Housing Finance Limited (BHFL) constituting 25% of the AUM. BHFL is the vehicle for BFL for growing the mortgages business and has attained significant size and scale in the past two years as a share of the overall AUM for the Bajaj group. At a consolidated level, the AUM consists of personal and consumer durables loans (28%), mortgages (loans against property [LAP] and home loans; 32%), SME loans and vendor financing (16%), two- and three-wheeler financing (8%), rural financing (11%), loan against securities (4%) and others (1%).

On a consolidated basis, reported gross non-performing assets (GNPA) stood at 1.79% as on March 31, 2021 against 1.6% as on March 31, 2020. Further, on consolidated basis, the group has done one-time principal write-off of Rs 5,543 crore and has restructured accounts of Rs 2,327 crore in line with RBI resolution framework for COVID-19 related stress. Consequently, the GNPA including write-off was 5.3% and overall weak assets (including Restructured accounts) was around 6.8% of the gross loan book. The company has high exposure to asset segments such as personal loans and consumer durable loans (including life-style and digital loans), 2- and 3-wheeler finance, and unsecured business loans, which constituted around 52% of its standalone loan portfolio as on March 31, 2021, which are vulnerable to economic cycles.

As on March 31, 2021, Rs 1,739 crore of restructured assets which are non-overdue, of the total restructured book of Rs 2,327 crore and these have been classified as stage-2 assets. The company was holding a provision of 19% against these non-overdue assets. Further, as on March 31, 2021, the company has a management overlay of Rs 840 crore as provision for any incremental stress. The company's ability to manage asset quality metrics going forward amidst the current environment remains a key

monitorable. Nevertheless, the overall provisioning cover of the group was comfortable with 59% coverage ratio for stage-3 assets.

In terms of fund raising, at a consolidated level, the group has raised around Rs 58,298 crores during April 2020 to March 31, 2021 (excluding the funds raised for CP-IPO finance) and continues to demonstrate ability to raise timely funds. The incremental cost of funding for long term liabilities was in the range of 5.00% to 6.00% in the recent quarter. CRISIL expects the company to continue to be able to raise funds at competitive funding costs going forward as well.

The liquidity position for the company too remains comfortable. As on June 30, 2021, BFL had total debt repayments of Rs 5,806 crore till September 2021. Against this, they had liquidity (in the form of cash, equivalents and unutilised cash credit lines) of Rs 13,421 crore.

Consequent to redemption, CRISIL Ratings has also withdrawn its rating on debentures of Rs 1,014.7 crore and subordinated debt of Rs 50 crore (See Annexure 'Details of rating withdrawn' for details) in line with its withdrawal policy. CRISIL Ratings has received independent confirmation that these instruments are fully redeemed.

Analytical Approach

The ratings factor in the company's strategic importance to, its ultimate holding company Bajaj Holdings and Investments Ltd (BHIL), and parent Bajaj Finserv Ltd (Bajaj Finserv). The ratings also factor in support if required from the parent company in an unlikely event of Bajaj Finance requiring support in extraordinary situation. The ratings also factor benefits arising from synergies with the group.

CRISIL Ratings has also analysed the consolidated business and financial risk profile of BFL and its subsidiaries (Bajaj Housing Finance Limited and Bajaj Financial Securities Limited) together referred to as group.

Please refer Annexure - List of entities consolidated, which captures the list of entities considered and their analytical treatment of consolidation.

Key Rating Drivers & Detailed Description

Strengths:

*** Large, well-diversified NBFC**

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As on March 31, 2021, assets under management (AUM) registered de-growth of 0.6% (year-on-year) to Rs 115,418 crores on a standalone basis, primarily contributed by a de-growth of personal and consumer durable loan portfolio by 14% in fiscal 2021. The AUM consisted primarily of personal and consumer durables loans (36%), mortgages (loans against property [LAP] and home loans including LRD; 12%), SME loans and vendor financing (21%), two- and three-wheeler financing (10%), rural financing (13%), loan against securities (5%) and others (3%).

At a consolidated level, the AUM registered a growth of 3.7% to Rs 152,947 crores, with Bajaj Housing Finance Limited (BHFL) constituting 25% of the AUM. BHFL is the vehicle for BFL for growing the mortgages business and has attained significant size and scale in the past two years as a share of the overall AUM for the Bajaj group. At a consolidated level, the AUM consists of personal and consumer durables loans (28%), mortgages (loans against property [LAP] and home loans; 32%), SME loans and vendor financing (16%), two- and three-wheeler financing (8%), rural financing (11%), loan against securities (4%) and others (1%).

While the group has been reporting strong growth in the AUM over the past five years, growing at a CAGR of 27%, the current weak macro-economic environment is expected to impact the growth in the near term. Nevertheless, over the medium term, the group is expected to continue to outpace the industry.

*** Strong capitalisation**

Capitalisation is robust, with sizeable standalone network of Rs 35,939 crore and adequate Tier-I capital ratio and capital adequacy ratio (CAR) of 25.1% and 28.3%, respectively, as on March 31, 2021. Adjusted gearing was comfortable at 2.8 times as on March 31, 2021 on standalone basis and 3.7 times on consolidated basis. The gearing policy is conservative. Adjusted gearing has been below 6 times over the past five years, despite aggressive growth in AUM.

Bajaj group has demonstrated the ability to raise capital at regular intervals to keep the gearing metrics under control. Over the past five fiscals, the group has raised Rs 14,908 crores of equity which has significantly increased the network of the company with the recent capital raise being of around Rs 8,500 crores in November 2019. Each time the gearing metrics have inched closer to 7x, capital raising plans have been initiated and concluded.

The healthy capitalisation enhances the ability to absorb potential losses on its portfolio; adjusted network to net NPAs was healthy, at 35 times as on March 31, 2021 (34 times as on March 31, 2020).

CRISIL Ratings expects the capital profile for the company to remain comfortable over the medium term, supported by regular capital infusion, demonstrated ability to raise capital, and healthy internal cash accruals; thus providing cushion against asset-side risks.

*** Healthy earnings profile, partially constrained by higher provisioning expenses**

Earnings are supported by a large proportion of high-yield businesses and competitive borrowing costs. For fiscal ended March 31, 2021, return on managed assets (ROMA) remained healthy at 2.8%, albeit moderated, compared to 3.8% in fiscal 2020. The impact on earnings was on account of elevated provisioning partly also due to accelerated provisioning due to Covid-19. In fiscal 2021, the company has made provisions of Rs 5,721 crore on standalone basis and Rs 5,969 crore on consolidated basis. Further, the company had also done interest reversal of Rs 1,109 crore in fiscal 2021. Nevertheless, earnings profile is supported

by higher fee income and comfortable net interest margins. Additionally, the company has increased efforts to diversify earnings by focusing on various fee-based income avenues, such as existing member identification cards, co-branded credit card and third-party product distribution.

Nevertheless, earnings remain susceptible to high credit costs, especially during continued macroeconomic stress, despite the conservative provisioning policy. With CRISIL-adjusted provision coverage ratio at 59% as on March 31, 2021, the coverage was in line of that of peers. While Bajaj Finance's profitability may moderate as the proportion of mortgage loans increases under its housing finance subsidiary, it is expected to remain better than that of peers over the medium term.

*** Strategic importance to, and strong expectation of support from, the Bajaj group**

Bajaj Finance is strategically important to the Bajaj group, the company gets significant financial, managerial and operational support from its parent, Bajaj Finserv. It also derives synergies from being a captive financier for Bajaj Auto Ltd (Bajaj Auto; rated 'CRISIL AAA/Stable/CRISIL A1+'). Bajaj Finance is one of the crucial entities of the group's financial services business, and its established track record of profitable growth enhances its strategic importance. Bajaj Finance also plays a critical role in helping Bajaj Auto meet its sales targets and maintain market share; it financed around 36% of Bajaj Auto's sales volume in fiscal 2021, from 20% in fiscal 2010. CRISIL believes Bajaj Finance will continue to receive support from the group.

Bajaj Finserv's financial flexibility has steadily improved over the years supported by performance of its operating companies including insurance ventures. In the unlikely event of Bajaj Finance requiring group support in an extraordinary situation, Bajaj Holdings and Investment Limited has ample liquidity in the form of cash and bank balances and portfolio of quoted investments to address the requirements. In addition, CRISIL believes that there is sufficient flexibility inherent in the market standing of the various listed and unlisted financial services firms in the group. CRISIL also believes that the financial flexibility will be sufficient to support any material requirements of Bajaj Finance even if the group were to step up its stake in the insurance ventures.

Weakness:

*** Focus on risky asset classes and under-seasoned mortgage loan book**

On a consolidated basis, reported gross non-performing assets (GNPA) stood at 1.79% as on March 31, 2021 against 1.6% as on March 31, 2020. Further, on consolidated basis, the group has done one-time principal write-off of Rs 5,543 crore and has restructured accounts of Rs 2,327 crore in line with RBI resolution framework for COVID-19 related stress. Consequently, the GNPA including write-off was 5.3% and overall weak assets (including Restructured accounts) was around 6.8% of the gross loan book. The company has high exposure to asset segments such as personal loans and consumer durable loans (including life-style and digital loans), 2- and 3-wheeler finance, and unsecured business loans, which constituted around 52% of its standalone loan portfolio as on March 31, 2021, which are vulnerable to economic cycles.

As on March 31, 2021, Rs 1,739 crore of restructured assets which are non-overdue, of the total restructured book of Rs 2,327 crore and these have been classified as stage-2 assets. The company was holding a provision of 19% against these non-overdue assets. Further, as on March 31, 2021, the company has a management overlay of Rs 840 crore as provision for any incremental stress. The company's ability to manage asset quality metrics going forward amidst the current environment remains a key monitorable. Nevertheless, the overall provisioning cover of the group was comfortable with 59% coverage ratio for stage-3 assets.

Liquidity: Superior

The liquidity profile of BFL is comfortable with positive cumulative mismatches across all short term ALM buckets (upto 1 year) even with exclusion of committed lines. The liquidity position for the company too remains comfortable. As on June 30, 2021, BFL had total debt repayments of Rs 5,806 crore till September 2021. Against this, they had liquidity (in the form of cash, equivalents and unutilised cash credit lines) of Rs 13,421 crore.

Outlook: Stable

CRISIL Ratings believes Bajaj Finance will remain strategically important to, and continue to receive support from, the Bajaj group. The company will also sustain its healthy financial risk profile.

Rating Sensitivity Factors

Downward factors:

- With the current AUM mix, any significant deterioration in asset quality translating into pressure on earnings profile thereby leading return on assets to drop below 2.0% on a sustained basis. This excludes any significant change in AUM mix due to an increase in the secured portfolio that will inherently impact return on assets negatively.
- Significant increase in consolidated leverage metrics
- In the unlikely event of Bajaj Finance requiring group support in an extraordinary situation the necessary support not coming forth from the group.

About the Company

Set up in 1987, Bajaj Finance is a subsidiary of Bajaj Finserv (52.8% ownership), the financial services arm of the Bajaj group. Bajaj Finance has a diversified product suite comprising key businesses such as vehicle loans (2- and 3-wheelers manufactured by Bajaj Auto), consumer durable loans, personal loans, mortgage loans, small business loans, loans against securities, commercial finance, and rural finance. Bajaj Finance is the largest financier of 2-wheelers and consumer durables in India. Its standalone AUM was Rs 115,418 crore as on March 31, 2021 (Rs 116,012 crore as on March 31, 2020).

Key Financial Indicators (Standalone)

As on/for the period ended March 31	Unit	2021	2020
Total Assets	Rs crore	138,339	138,003
Total income (net –off interest expenses)	Rs crore	16,100	15,976
Profit after tax	Rs crore	3,956	4,881
Gross NPA	%	2.2	2.0
Gearing	Times	2.8	3.3
Return on managed assets	%	2.8	3.8

Any other information: Not applicable

Note on complexity levels of the rated instrument:

CRISIL Ratings' complexity levels are assigned to various types of financial instruments. The CRISIL Ratings' complexity levels are available on www.crisil.com/complexity-levels. Users are advised to refer to the CRISIL Ratings' complexity levels for instruments that they consider for investment. Users may also call the Customer Service Helpdesk with queries on specific instruments.

Annexure - Details of Instrument(s)

ISIN	Name of instrument	Date of allotment	Coupon rate (%)	Maturity date	Complexity of instrument	Issue size (Rs.Cr)	Rating outstanding with outlook
INE296A07RS9	Debenture	19-Apr-21	7.02%	18-Apr-31	Simple	156	CRISIL AAA/Stable
INE296A07RT7	Debenture	10-May-21	5.05%	10-May-23	Simple	900	CRISIL AAA/Stable
INE296A07RU5	Debenture	10-May-21	5.65%	10-May-24	Simple	3150	CRISIL AAA/Stable
INE296A07RP5	Debenture	19-Mar-21	5.90%	12-Mar-24	Simple	150	CRISIL AAA/Stable
INE296A07RR1	Debenture	30-Mar-21	5.95%	12-Apr-24	Simple	1500	CRISIL AAA/Stable
INE296A07RQ3	Debenture	30-Mar-21	5.40%	10-Apr-23	Simple	1000	CRISIL AAA/Stable
N.A	Commercial Paper	N.A	N.A	7-365 days	Simple	35000	CRISIL A1+
INE296A08656	Subordinated Debt	14-Jun-12	10.21%	22-Aug-22	Complex	10	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	15-Jun-12	10.21%	22-Aug-22	Complex	15.4	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	20-Jun-12	10.21%	22-Aug-22	Complex	3	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	28-Jun-12	10.21%	22-Aug-22	Complex	2.6	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	25-Jul-12	10.21%	22-Aug-22	Complex	4.4	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	02-Aug-12	10.21%	22-Aug-22	Complex	4	CRISIL AAA/Stable
INE296A08656	Subordinated Debt	17-Aug-12	10.21%	22-Aug-22	Complex	118	CRISIL AAA/Stable
INE296A08672	Subordinated Debt	28-Jan-13	9.80%	28-Jan-23	Complex	49.7	CRISIL AAA/Stable
INE296A08706	Subordinated Debt	26-Apr-13	9.65%	26-Apr-23	Complex	50	CRISIL AAA/Stable
INE296A08714	Subordinated Debt	19-Sep-14	10.15%	19-Sep-24	Complex	452.5	CRISIL AAA/Stable
INE296A08755	Subordinated Debt	21-Oct-15	8.94%	21-Oct-25	Complex	40	CRISIL AAA/Stable
INE296A08763	Subordinated Debt	09-Nov-15	8.94%	07-Nov-25	Complex	250	CRISIL AAA/Stable
INE296A08821	Subordinated Debt	02-Dec-16	8.05%	02-Dec-26	Complex	105	CRISIL AAA/Stable
INE296A08847	Subordinated Debt	22-Jun-17	8.15%	22-Jun-27	Complex	600	CRISIL AAA/Stable
NA	Subordinated Debt^	NA	NA	NA	Complex	1316.7	CRISIL AAA/Stable
INE296A07FV8	Debenture	07-Apr-15	9.05%	07-Apr-23	Simple	165	CRISIL AAA/Stable
INE296A07FV8	Debenture	07-Apr-15	9.05%	08-Apr-24	Simple	165	CRISIL AAA/Stable
INE296A07FV8	Debenture	07-Apr-15	9.05%	07-Apr-25	Simple	170	CRISIL AAA/Stable
INE296A07HW2	Debenture	20-Aug-15	8.90%	20-Aug-25	Simple	90	CRISIL AAA/Stable
INE296A07EG2	Debenture	17-Nov-14	9.36%	18-Nov-24	Simple	100	CRISIL AAA/Stable
INE296A07IA6	Debenture	13-Oct-15	8.70%	13-Oct-25	Simple	5	CRISIL AAA/Stable
INE296A07IB4	Debenture	13-Oct-15	8.65%	13-Oct-22	Simple	8	CRISIL AAA/Stable
INE296A07KD6	Debenture	18-Mar-16	8.90%	18-Mar-26	Simple	28	CRISIL AAA/Stable
INE296A07KW6	Debenture	31-Mar-16	8.80%	31-Mar-26	Simple	3	CRISIL AAA/Stable
INE296A07NE8	Debenture	30-Nov-16	7.60%	30-Nov-21	Simple	80	CRISIL

							AAA/Stable
INE296A07NA6	Debenture	21-Oct-16	7.65%	28-Sep-21	Simple	7	CRISIL AAA/Stable
INE296A07NB4	Debenture	21-Oct-16	7.65%	21-Oct-21	Simple	75	CRISIL AAA/Stable
INE296A07NC2	Debenture	25-Oct-16	7.65%	25-Oct-21	Simple	26	CRISIL AAA/Stable
INE296A07NK5	Debenture	07-Dec-16	7.50%	07-Dec-21	Simple	30	CRISIL AAA/Stable
INE296A07NO7	Debenture	10-Jan-17	7.65%	28-Apr-22	Simple	3.8	CRISIL AAA/Stable
INE296A07NP4	Debenture	13-Jan-17	7.70%	13-Jan-22	Simple	77	CRISIL AAA/Stable
INE296A07NQ2	Debenture	20-Jan-17	7.70%	20-Jan-22	Simple	90	CRISIL AAA/Stable
INE296A07NR0	Debenture	02-Feb-17	7.70%	02-Feb-22	Simple	10	CRISIL AAA/Stable
INE296A07NS8	Debenture	08-Feb-17	7.70%	08-Feb-22	Simple	130	CRISIL AAA/Stable
INE296A07OM9	Debenture	21-Mar-17	7.85%	21-Mar-22	Simple	23.5	CRISIL AAA/Stable
INE296A07OX6	Debenture	27-Mar-17	7.85%	28-Mar-22	Simple	37	CRISIL AAA/Stable
INE296A07PL8	Debenture	07-Apr-17	7.85%	07-Apr-22	Simple	15	CRISIL AAA/Stable
INE296A07PP9	Debenture	21-Apr-17	7.85%	21-Apr-22	Simple	14	CRISIL AAA/Stable
INE296A07PY1	Debenture	01-Jun-17	8.05%	31-May-24	Simple	1,000.00	CRISIL AAA/Stable
INE296A08938	Debenture	06-Jun-17	8.10%	07-Jun-32	Simple	1,000.00	CRISIL AAA/Stable
INE296A07QH4	Debenture	28-Dec-17	7.70%	28-Dec-22	Simple	300	CRISIL AAA/Stable
INE296A07QG6	Debenture	27-Jul-18	8.75%	27-Jul-23	Simple	70	CRISIL AAA/Stable
INE296A07QG6	Debenture	13-Aug-18	8.75%	27-Jul-23	Simple	80	CRISIL AAA/Stable
INE296A07QG6	Debenture	24-Aug-18	8.75%	27-Jul-23	Simple	31	CRISIL AAA/Stable
INE296A07QL6	Debenture	29-Aug-18	8.65%	06-Sep-21	Simple	60	CRISIL AAA/Stable
INE296A07QM4	Debenture	14-Sep-18	8.80%	08-Sep-23	Simple	50	CRISIL AAA/Stable
INE296A07QN2	Debenture	14-Sep-18	8.80%	02-Sep-22	Simple	250	CRISIL AAA/Stable
INE296A07QO0	Debenture	25-Oct-18	9.30%	07-Oct-22	Simple	25	CRISIL AAA/Stable
INE296A07QN2	Debenture	25-Oct-18	9.30%	02-Sep-22	Simple	400	CRISIL AAA/Stable
INE296A07QP7	Debenture	15-Nov-18	9.22%	05-May-22	Simple	370	CRISIL AAA/Stable
INE296A07QP7	Debenture	20-Nov-18	9.25% (XIRR)	05-May-22	Simple	200	CRISIL AAA/Stable
INE296A07QQ5	Debenture	30-Nov-18	9.20%	05-Apr-22	Simple	788.4	CRISIL AAA/Stable
INE296A08904	Debenture	06-Nov-18	9.11%	02-Nov-33	Simple	1,600	CRISIL AAA/Stable
INE296A07QP7	Debenture	05-Dec-18	9.18% (XIRR)	05-May-22	Simple	35	CRISIL AAA/Stable
INE296A07QP7	Debenture	27-Dec-18	8.85% (XIRR)	05-May-22	Simple	60	CRISIL AAA/Stable
INE296A07QQ5	Debenture	27-Dec-18	8.85% (XIRR)	05-Apr-22	Simple	359.3	CRISIL AAA/Stable
INE296A07QR3	Debenture	27-Dec-18	8.85%	05-Jan-24	Simple	770	CRISIL AAA/Stable
INE296A07QU7	Debenture	28-Mar-19	8.54%	07-Jun-22	Simple	770	CRISIL AAA/Stable
INE296A07QS1	Debenture	09-Jan-19	8.95%	08-Jan-26	Simple	1,495	CRISIL AAA/Stable
INE296A08904	Debenture	31-Jan-19	8.84% (XIRR)	02-Nov-33	Simple	625	CRISIL AAA/Stable
INE296A07QQ5	Debenture	28-Feb-19	8.75%	05-Apr-22	Simple	165.1	CRISIL AAA/Stable

INE296A07QT9	Debenture	13-Feb-19	8.85%	06-Feb-24	Simple	50	CRISIL AAA/Stable
INE296A07QT9	Debenture	21-Feb-19	8.85%	06-Feb-24	Simple	100	CRISIL AAA/Stable
INE296A07QN2	Debenture	20-Mar-19	8.76%	02-Sep-22	Simple	10	CRISIL AAA/Stable
INE296A07QN2	Debenture	28-Mar-19	8.55%	02-Sep-22	Simple	600	CRISIL AAA/Stable
INE296A07QP7	Debenture	07-Mar-19	8.75%	05-May-22	Simple	205	CRISIL AAA/Stable
INE296A07QP7	Debenture	14-Mar-19	8.75%	05-May-22	Simple	525	CRISIL AAA/Stable
INE296A07QP7	Debenture	20-Mar-19	8.75%	05-May-22	Simple	10	CRISIL AAA/Stable
INE296A07QQ5	Debenture	07-Mar-19	8.75%	05-Apr-22	Simple	31.1	CRISIL AAA/Stable
INE296A07QQ5	Debenture	14-Mar-19	8.75%	05-Apr-22	Simple	72.8	CRISIL AAA/Stable
INE296A07QQ5	Debenture	20-Mar-19	8.75%	05-Apr-22	Simple	10	CRISIL AAA/Stable
INE296A07QQ5	Debenture	28-Mar-19	8.55%	05-Apr-22	Simple	162.3	CRISIL AAA/Stable
INE296A07QT9	Debenture	14-Mar-19	8.80%	06-Feb-24	Simple	75	CRISIL AAA/Stable
INE296A07QT9	Debenture	20-Mar-19	8.80%	06-Feb-24	Simple	10	CRISIL AAA/Stable
INE296A07QT9	Debenture	28-Mar-19	8.65%	06-Feb-24	Simple	5	CRISIL AAA/Stable
INE296A08904	Debenture	02-Apr-19	8.67%	02-Nov-33	Simple	825	CRISIL AAA/Stable
INE296A07QV5	Debenture	15-May-19	8.55%	06-Jun-24	Simple	75	CRISIL AAA/Stable
INE296A07QG6	Debenture	27-Jun-19	8.12%	27-Jul-23	Simple	75	CRISIL AAA/Stable
INE296A07QW3	Debenture	24-Jun-19	8.11%	08-Jul-22	Simple	256	CRISIL AAA/Stable
INE296A08904	Debenture	07-Jun-19	8.46%	02-Nov-33	Simple	1,525	CRISIL AAA/Stable
INE296A07QG6	Debenture	30-Jul-19	8.01%	27-Jul-23	Simple	70	CRISIL AAA/Stable
INE296A07QN2	Debenture	30-Jul-19	8.00%	02-Sep-22	Simple	125	CRISIL AAA/Stable
INE296A07QU7	Debenture	18-Jul-19	8.00%	07-Jun-22	Simple	1,500	CRISIL AAA/Stable
INE296A07QU7	Debenture	30-Jul-19	8.00%	07-Jun-22	Simple	275	CRISIL AAA/Stable
INE296A07QN2	Debenture	05-Sep-19	7.60%	02-Sep-22	Simple	900	CRISIL AAA/Stable
INE296A07QR3	Debenture	05-Sep-19	7.75%	05-Jan-24	Simple	500	CRISIL AAA/Stable
INE296A07QX1	Debenture	14-Nov-19	7.35%	10-Nov-22	Simple	150	CRISIL AAA/Stable
INE296A07QX1	Debenture	29-Nov-19	7.35%	10-Nov-22	Simple	1,435	CRISIL AAA/Stable
INE296A07QY9	Debenture	14-Nov-19	7.66%	09-Dec-24	Simple	235	CRISIL AAA/Stable
INE296A07QZ6	Debenture	28-Jan-20	7.65%	07-Feb-25	Simple	850	CRISIL AAA/Stable
INE296A07RA7	Debenture	28-Jan-20	7.90%	10-Jan-30	Simple	160	CRISIL AAA/Stable
INE296A07RC3	Debenture	20-Feb-20	7.29%	10-Mar-25	Simple	715	CRISIL AAA/Stable
INE296A07RD1	Debenture	28-Feb-20	7.60%	11-Feb-30	Simple	430	CRISIL AAA/Stable
INE296A07RE9	Debenture	29-Apr-20	7.06%	09-Jun-23	Simple	200	CRISIL AAA/Stable
INE296A07RF6	Debenture	01-Jun-20	6.75%	01-Jun-23	Simple	250	CRISIL AAA/Stable
INE296A07RB5	Debenture	12-Feb-20	7.10%	10-Feb-23	Simple	3600	CRISIL AAA/Stable
INE296A07RJ8	Debenture	27-Aug-20	7.25%	27-Aug-30	Simple	50	CRISIL AAA/Stable
INE296A07RK6	Debenture	27-Aug-20	6.00%	10-Sep-24	Simple	85	CRISIL

							AAA/Stable
INE296A07RH2	Debenture	19-Aug-20	Zero Coupon	10-Oct-23	Simple	75	CRISIL AAA/Stable
INE296A07RI0	Debenture	19-Aug-20	5.20%	10-Aug-22	Simple	350	CRISIL AAA/Stable
INE296A07RG4	Debenture	19-Aug-20	5.70%	11-Aug-23	Simple	925	CRISIL AAA/Stable
INE296A07RL4	Debenture	10-Sep-20	5.10%	09-Sep-22	Simple	400	CRISIL AAA/Stable
INE296A07RM2	Debenture	03-Dec-20	4.66%	02-Dec-22	Simple	755	CRISIL AAA/Stable
INE296A07RN0	Debenture	24-Dec-20	6.92%	24-Dec-30	Simple	387	CRISIL AAA/Stable
INE296A07RO8	Debenture	24-Dec-20	6.00%	24-Dec-25	Simple	371	CRISIL AAA/Stable
NA	Debenture^	NA	NA	NA	Simple	5867.3	CRISIL AAA/Stable
N.A	Cash Credit & Working Capital Demand Loan	N.A	N.A	N.A	NA	1970	CRISIL AAA/Stable
N.A	Term Loan 2	N.A	N.A	28-Dec-22	NA	300	CRISIL AAA/Stable
N.A	Term Loan 4	N.A	N.A	25-Sep-23	NA	2,150	CRISIL AAA/Stable
N.A	Term Loan 5	N.A	N.A	30-Mar-22	NA	300	CRISIL AAA/Stable
N.A	Term Loan 6	N.A	N.A	27-Oct-21	NA	250	CRISIL AAA/Stable
N.A	Term Loan 11	N.A	N.A	16-Mar-25	NA	6,000	CRISIL AAA/Stable
N.A.	Term Loan 12	N.A	N.A	30-Mar-21	NA	1,000	CRISIL AAA/Stable
N.A	Proposed Long-Term Bank Loan Facility	N.A	N.A	N.A	NA	8755	CRISIL AAA/Stable
N.A	Short-Term Bank Facility	N.A	N.A	N.A	NA	275	CRISIL A1+
N.A	Fixed Deposits Programme	N.A	N.A	N.A	Simple	Programme	FAAA/Stable

^Yet to be issued

Annexure - Details of Rating Withdrawn

ISIN	Name of instrument	Date of allotment	Coupon rate (%)	Maturity date	Complexity of instrument	Issue size (Rs.Cr)
INE296A07LA0	Debenture	26-Apr-16	8.55%	26-Apr-21	Simple	30.00
INE296A07PT1	Debenture	17-May-17	7.77%	4-May-21	Simple	5.50
INE296A07QA9	Debenture	20-Jun-17	7.50%	18-Jun-21	Simple	365.00
INE296A07QJ0	Debenture	28-Mar-18	8.10%	15-Apr-21	Simple	614.20
INE296A08490	Subordinated Debt	18-May-11	9.83%	18-May-21	Complex	50

Annexure - List of Entities Consolidated

Names of Entities Consolidated	Extent of Consolidation	Rationale for Consolidation
Bajaj Finance Limited	Full	Parent
Bajaj Housing Finance Limited	Full	Subsidiary
Bajaj Financial Securities Limited	Full	Subsidiary

Annexure - Rating History for last 3 Years

Instrument	Current			2021 (History)		2020		2019		2018		Start of 2018
	Type	Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	
Fund Based Facilities	LT/ST	21000.0	CRISIL A1+ / CRISIL AAA/Stable	23-04-21	CRISIL A1+ / CRISIL AAA/Stable	01-12-20	CRISIL A1+ / CRISIL AAA/Stable	03-12-19	CRISIL A1+ / CRISIL AAA/Stable	27-12-18	CRISIL A1+ / CRISIL AAA/Stable	CRISIL A1+ / CRISIL AAA/Stable
			--	05-02-21	CRISIL A1+ / CRISIL AAA/Stable	13-08-20	CRISIL A1+ / CRISIL AAA/Stable	18-11-19	CRISIL A1+ / CRISIL AAA/Stable	05-11-18	CRISIL A1+ / CRISIL AAA/Stable	--
			--		--	07-07-20	CRISIL A1+ / CRISIL AAA/Stable	26-07-19	CRISIL A1+ / CRISIL AAA/Stable	25-07-18	CRISIL A1+ / CRISIL AAA/Stable	--

			--		--		--	05-04-19	CRISIL A1+ / CRISIL AAA/Stable	04-04-18	CRISIL A1+ / CRISIL AAA/Stable	--
			--		--		--	22-03-19	CRISIL A1+ / CRISIL AAA/Stable		--	--
Commercial Paper	ST	35000.0	CRISIL A1+	23-04-21	CRISIL A1+	01-12-20	CRISIL A1+	03-12-19	CRISIL A1+	27-12-18	CRISIL A1+	CRISIL A1+
			--	05-02-21	CRISIL A1+	13-08-20	CRISIL A1+	18-11-19	CRISIL A1+	05-11-18	CRISIL A1+	--
			--		--	07-07-20	CRISIL A1+	26-07-19	CRISIL A1+	25-07-18	CRISIL A1+	--
			--		--		--	05-04-19	CRISIL A1+	04-04-18	CRISIL A1+	--
			--		--		--	22-03-19	CRISIL A1+		--	--
Fixed Deposits	LT	0.0	F AAA/Stable	23-04-21	F AAA/Stable	01-12-20	F AAA/Stable	03-12-19	F AAA/Stable	27-12-18	F AAA/Stable	F AAA/Stable
			--	05-02-21	F AAA/Stable	13-08-20	F AAA/Stable	18-11-19	F AAA/Stable	05-11-18	F AAA/Stable	--
			--		--	07-07-20	F AAA/Stable	26-07-19	F AAA/Stable	25-07-18	F AAA/Stable	--
			--		--		--	05-04-19	F AAA/Stable	04-04-18	F AAA/Stable	--
			--		--		--	22-03-19	F AAA/Stable		--	--
Lower Tier II Bonds	LT	700.0	CRISIL AAA/Stable	23-04-21	CRISIL AAA/Stable	01-12-20	CRISIL AAA/Stable	03-12-19	CRISIL AAA/Stable	27-12-18	CRISIL AAA/Stable	CRISIL AAA/Stable
			--	05-02-21	CRISIL AAA/Stable	13-08-20	CRISIL AAA/Stable	18-11-19	CRISIL AAA/Stable	05-11-18	CRISIL AAA/Stable	--
			--		--	07-07-20	CRISIL AAA/Stable	26-07-19	CRISIL AAA/Stable	25-07-18	CRISIL AAA/Stable	--
			--		--		--	05-04-19	CRISIL AAA/Stable	04-04-18	CRISIL AAA/Stable	--
			--		--		--	22-03-19	CRISIL AAA/Stable		--	--
Non Convertible Debentures	LT	43994.6	CRISIL AAA/Stable	23-04-21	CRISIL AAA/Stable	01-12-20	CRISIL AAA/Stable	03-12-19	CRISIL AAA/Stable	27-12-18	CRISIL AAA/Stable	CRISIL AAA/Stable
			--	05-02-21	CRISIL AAA/Stable	13-08-20	CRISIL AAA/Stable	18-11-19	CRISIL AAA/Stable	05-11-18	CRISIL AAA/Stable	--
			--		--	07-07-20	CRISIL AAA/Stable	26-07-19	CRISIL AAA/Stable	25-07-18	CRISIL AAA/Stable	--
			--		--		--	05-04-19	CRISIL AAA/Stable	04-04-18	CRISIL AAA/Stable	--
			--		--		--	22-03-19	CRISIL AAA/Stable		--	--
Short Term Debt	ST		--		--		--		--		--	CRISIL A1+
Subordinated Debt	LT	2371.3	CRISIL AAA/Stable	23-04-21	CRISIL AAA/Stable	01-12-20	CRISIL AAA/Stable	03-12-19	CRISIL AAA/Stable	27-12-18	CRISIL AAA/Stable	CRISIL AAA/Stable
			--	05-02-21	CRISIL AAA/Stable	13-08-20	CRISIL AAA/Stable	18-11-19	CRISIL AAA/Stable	05-11-18	CRISIL AAA/Stable	--
			--		--	07-07-20	CRISIL AAA/Stable	26-07-19	CRISIL AAA/Stable	25-07-18	CRISIL AAA/Stable	--
			--		--		--	05-04-19	CRISIL AAA/Stable	04-04-18	CRISIL AAA/Stable	--
			--		--		--	22-03-19	CRISIL AAA/Stable		--	--

All amounts are in Rs.Cr.

Annexure - Details of various bank facilities

Current facilities			Previous facilities		
Facility	Amount (Rs.Crore)	Rating	Facility	Amount (Rs.Crore)	Rating
Cash Credit & Working Capital Demand Loan	1970	CRISIL AAA/Stable	Cash Credit & Working Capital Demand Loan	2620	CRISIL AAA/Stable
Long Term Bank Facility	10000	CRISIL AAA/Stable	Long Term Bank Facility	11450	CRISIL AAA/Stable
Proposed Long Term Bank Loan Facility	8755	CRISIL AAA/Stable	Proposed Long Term Bank Loan Facility	6555	CRISIL AAA/Stable
Short Term Bank Facility	275	CRISIL A1+	Short Term Bank Facility	375	CRISIL A1+

Total	21000	-	Total	21000	-
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Criteria Details

Links to related criteria

[Rating Criteria for Finance Companies](#)

[CRISILs Criteria for rating short term debt](#)

[Criteria for Notching up Stand Alone Ratings of Companies based on Parent Support](#)

[CRISILs Criteria for Consolidation](#)

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