

**The standardised and uniform Probability of Default (PD)
benchmarks for Long Term Rating**

*(As prescribed by SEBI for Credit Rating Agencies vide circular SEBI/ HO/ MIRSD/
DOS3/ CIR/ P/ 2019/ 70 dated June 13, 2019)*

| Long-run PD benchmarks | | | |
|------------------------|---------|---------|---------|
| Rating Category | 1- Year | 2- Year | 3- Year |
| AAA | 0.00% | 0.00% | 1.00% |
| AA | 0.00% | 2.00% | 2.00% |
| A | 3.00% | 3.50% | 5.40% |
| BBB | 3.30% | 6.00% | 10.50% |
| BB | 8.70% | 14.40% | 19.60% |
| B | 17.20% | 33.10% | 45.30% |
| C | 100.00% | 100.00% | 100.00% |

| Short -run PD benchmarks | | | |
|--------------------------|---------|---------|---------|
| Rating Category | 1- Year | 2- Year | 3- Year |
| AAA | 0.00% | 0.00% | 1.00% |
| AA | 0.00% | 2.00% | 2.40% |
| A | 3.00% | 4.30% | 6.50% |
| BBB | 3.90% | 7.10% | 12.10% |
| BB | 10.50% | 17.10% | 23.20% |
| B | 19.60% | 35.30% | 48.20% |
| C | 100.00% | 100.00% | 100.00% |