



## Press Release

### Bhanix Finance and Investment Limited (BFIL)

**August 25, 2023**

This is with reference to the Press Release dated July 19, 2023. The revised PR stands as follows:

The revised press release added the Adequacy of Credit Enhancement Structure, Transaction Structure & Detailed explanation of covenants of the rated instrument/facilities as per the regulator guidelines.

Link to the press release dated July 19, 2023, published on Infomerics' website:

<https://www.infomerics.com/admin/uploads/pr-bhanix-finance-investment-19jul23.pdf>

#### **Ratings**

<b>Instrument / Facility</b>	<b>Amount (Rs. crore)</b>	<b>Ratings</b>	<b>Rating Action</b>	<b><u>Complexity Indicator</u></b>
Non - Convertible Debentures (NCDs) (INE08X507053)	0.00 (Decreased from 30.00)	-	Withdrawn*	Simple
<b>Total</b>		-		

\*Withdrawn on account of full redemption

#### **Detailed Rationale, Key Rating Drivers, and Detailed description of the key rating drivers**

Infomerics has withdrawn IVR BBB-/Negative; "Issuer Not Co-Operating" (IVR Triple B Minus with Negative outlook; "Issuer Not Co-Operating") rating(s) assigned to Non – Convertible Debentures (NCDs) of Bhanix Finance and Investment Limited with immediate effect at the request of the company as the NCDs are fully redeemed.

#### **Detailed Rationale**

The rating is withdrawn in accordance with Infomerics' policy on withdrawal. Link to the withdrawal policy is provided below:

[https://www.infomerics.com/policies-and-procedures-details/policy-on-withdrawal\[1\]of-rating](https://www.infomerics.com/policies-and-procedures-details/policy-on-withdrawal[1]of-rating)



## Press Release

### **Applicable Criteria:**

[Criteria of assigning rating outlook](#)

[Policy on withdrawal of ratings](#)

### **About the Company**

Incorporated in 1996, Bhanix Finance and Investment Limited (BFIL) is registered as a Non-Banking Finance Company (NBFC) with the Reserve Bank of India (RBI). It was acquired by Aeries Financial Technologies Private Limited (AFTPL) in 2017 and is currently its wholly owned subsidiary. AFTPL is a subsidiary of TSLC Pte Ltd. (TSLC), a Singapore based company, operating in financial technology space.

BFIL provides short-term unsecured personal loans through its technology platform, CASHe. TSLC owns all the intellectual property rights developed by CASHe and has the worldwide rights of the application outside India for its lending and money transfer platform. TSLC has licensed CASHe mobile application to AFTPL for perpetual and exclusive use in India. In turn, AFTPL has sublicensed CASHe mobile application to BFIL. BFIL has to pay 5% of the revenue or 0.5% of the disbursement, whichever is higher, as license fee to AFTPL. The license is irrevocable, exclusive, non-transferrable and perpetual in nature.

CASHe uses technology combined with data analytics and proprietary algorithms to map young professionals based on Social Loan Quotient - their mobile, digital footprint and their social behavioural patterns to assess their credit worthiness. All loans are disbursed through CASHe application which are underwritten by BFIL. The lending model is entirely digital and BFIL has no branches.



## Press Release

Financials (Standalone): As per information available with us

(Rs. crore)

For the year ended / As On*	31-03-2020 (Audited)	31-03-2021 (Audited)
Total Operating Income	122.67	97.50
Interest	23.98	16.63
PAT	9.49	8.99
Total Debt	130.68	213.91
Tangible Net Worth	118.49	126.17
Total Loan Assets	238.55	324.55
<b>Ratios</b>		
PAT Margin (%)	8.01	9.23
Overall Gearing Ratio (x)	1.10	1.70
GNPA (%)	7.77%	7.16%
NNPA (%)	0.00%	0.00%
CAR (%)	43.86%	33.65%

\*Classification as per Infomerics standards

Status of non-cooperation with previous CRA: N.A.

Any other information:

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding. (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2022-23
					14 June 2023	26 October 2022	16 June 2022
1.	NCDs	Long Term	-	Withdrawn	IVR BBB- /Negative; ISSUER NOT COOPERATING*	-	IVR BBB+ / CWDI
2.	Proposed NCDs	Long Term	-	-	-	Withdrawn	Provisional IVR BBB+ / CWDI

\*Issuer did not cooperate; based on best available information.



## Press Release

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

Name: Amit Bhuwania

Tel: (022) 62396023

Email: [abhovania@infomerics.com](mailto:abhovania@infomerics.com)

### **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 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).

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are 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 us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.



## Press Release

### Annexure 1: Details of Facilities:

Name of the Instrument	Size of Facility (INR Crore)	ISIN	Date of Issuance	Coupon Rate/IR R	Maturity Date	Rating Assigned/ Outlook
Non-Convertible Debentures	0.00	INE08X507053	04 March 2022	13.50%	04 September 2023	Withdrawn*

\*Withdrawn on account of full redemption

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

Annexure 3: Facility wise lender details: Not Applicable

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

NCDs of Rs.30.00 crore

ISIN: INE08X507053

- I. Capital adequacy ratio above 25% as of the last Business Day for each quarter during Facility Tenor.
- II. Gross Non-performing Assets (GNPA) below 10% of closing Gross AUM as of the last Business Day for each month during Facility Tenor. For avoidance of any doubt, GNPA is defined as all loans with dues of 90+ days as reported by BFIL.
- III. Net Non-performing Assets (NNPA) below 2% of closing Net AUM as of the last Business Day for each month during Facility Tenor. For avoidance of any doubt, NNPA is defined as GNPA net of provisions.

**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 [www.infomerics.com](http://www.infomerics.com).