

India Ratings Withdraws Religare Enterprises' Ratings

Jan 29, 2019 | Others

India Ratings and Research (Ind-Ra) has withdrawn Religare Enterprises Limited's (REL) Long-Term Issuer Rating of 'IND BB-'. The rating was on Rating Watch Negative (RWN). The instrument-wise rating action is given below:

Instrument Type	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (million)	Rating	Rating Action
Short-term debt (commercial paper)	-	-	-	-	INR500	WD	Withdrawn

Key Rating Drivers

The ratings have been withdrawn because there is no rated debt instrument outstanding.

Ind-Ra will no longer provide ratings or analytical coverage for the company.

About the Company

REL is a non-bank finance company, whose subsidiaries are engaged in various businesses such as lending to small and medium enterprises (Religare Finvest Limited; 'IND BB-/RWN'), housing finance (Religare Housing Development Finance Corporation; 'IND BB-/RWN'), retail security broking (Religare Broking Limited; 'IND A4+/RWN') and health insurance (Religare Health Insurance Company). The institutional equities and capital markets business (Religare Capital Markets Limited) has been deconsolidated from REL's balance sheet since 1 October 2011.

FINANCIAL SUMMARY

Particulars	FY18	FY17
Total assets (INR million)	36,184.1	40,505.5
Total equity (INR million)	23,282.1	18,568.1
Net income (INR million)	-1,101.8	-1,592.4
Return on assets (%)	-5.3	-3.7
Equity/assets (%)	64.3	45.8
Source: REL, Ind-Ra		

Rating History

Instrument Type	Current Rating			Historical Rating/Rating Watch/Outlook			
	Rating Type	Rated Limits (million)	Rating	5 November 2018	17 January 2018	14 July 2017	29 September 2016
Issuer rating	Long-term	-	WD	IND BB-/RWN	IND BBB-/RWN	IND A/RWN	IND AA-/Stable
Short-term debt	Short-term	INR500	WD	IND A4+/RWN	IND A3/RWN	IND A1/RWN	IND A1+

Complexity Level of the Instruments

For details on the complexity levels of the instruments, please visit <https://www.indiaratings.co.in/complexity-indicators>.

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Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance and leasing companies, managed funds, urban local bodies and project finance companies.

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APPLICABLE CRITERIA AND POLICIES

Financial Institutions Rating Criteria

Non-Bank Finance Companies Criteria

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