



Press Release

Vedika Credit Capital Limited

December 24, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Fund Based Bank Facilities – Term Loans	507.63 (Decreased from 589.95)	IVR A-/ Stable (IVR A Minus with stable outlook)	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating reaffirmed	Simple
Proposed Long Term Fund Based Bank Facilities – Term Loans	892.37 (Increased from 810.05)	IVR A-/ Stable (IVR A Minus with stable outlook)	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating reaffirmed	Simple
Long Term Fund Based Bank Facilities – Term Loans	0.00*	--	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating Withdrawn	Simple
Non-Convertible debentures (NCDs)	705.61 (Increased from 300.61)	IVR A-/ Stable (IVR A Minus with stable outlook)	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating reaffirmed	Simple
Non-Convertible debentures (NCDs)	0.00**	--	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating Withdrawn	Simple
Proposed Non-Convertible Debentures (NCDs)	494.39 (decreased from 974.39)	IVR A-/ Stable (IVR A Minus with stable outlook)	IVR A-/ Stable (IVR A Minus with stable outlook)	Rating reaffirmed	Simple
Proposed Subordinated Debt	50.00	IVR A-/ Stable (IVR A Minus with stable outlook)	--	Rating assigned	Simple
Total	2,650.00 (Rupees Two Thousand Six Hundred Fifty Crore Only)				

*Term loan facilities from banks that were rated in last exercise has been repaid and NDC (No dues certificate) has been provided by the company. Withdrawal is at request of the client and is in line with Infomerics policy of withdrawal.

**Ratings of NCD has been withdrawn at the request of the company on account of full redemption of the NCD and the same has been confirmed by the debenture trustee. The rating withdrawal is in accordance with Infomerics policy on withdrawal of ratings.



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Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics reaffirms/assigns its ratings to bank loan facilities and Non-convertible debentures of Vedika Credit Capital Limited (VCCL) as it continues to derive comfort from, comfortable capitalisation with proven track record of capital raising ability of the promoters, improved financial profile, adequate systems and processes and experienced management. However, the ratings are constrained by highly leveraged capital structure, average asset quality and inherent risks associated with MFI Industry coupled with intense competition.

Outlook is stable on account of consistent growth in loan book while maintaining comfortable capitalisation, healthy asset quality and profitability.

Key Rating Sensitivities:

Upward Factors

- Substantial and sustained growth in AUM while maintaining healthy capitalisation, profitability and asset quality.

Downward Factors

- Adverse movements in collection efficiency resulting in increased credit costs.
- Substantial deterioration in AUM levels, profitability, capitalisation levels, liquidity and asset quality.



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List of Key Rating Drivers with Detailed Description

Key Rating Strengths

Comfortable capitalisation with proven track record of capital raising by promoters.

VCCL has consistently maintained a comfortable capital adequacy profile over the years. The overall CRAR remained strong at 29.66% as on March 31, 2025 (against 23.47% as on March 31, 2024), supported by healthy internal accruals and capital infusion. During FY25, the promoters infused Rs. 50.00 crore through equity dilution, strengthening the company's Tier I capital base. Furthermore, the promoters intend to raise an additional Rs. 100.00 crore in FY26 through further equity dilution to support business growth.

As of Q2FY26, the company continues to maintain robust capitalization, with an overall CRAR of 28.06%, indicating continued financial stability. As per management VCCL is in the process of launching an Initial Public Offering (IPO), which is tentatively estimated around April 2026.

Improved financial profile

VCCLs AUM has consistently grown over the years and is currently at Rs 1,452.30 Crore in FY25 (refers to the period from 1 April 2024 to 31 March 2025) (Rs 1,379.50 Crore in FY24) which includes Rs 974.51 Crore of own book portfolio and Rs 477.79 Crore of managed loan book. For FY25, company reported total income of Rs 265.55 Crore and PAT of Rs 30.78 crore when compared to total income of Rs 229.21 crore and PAT of Rs 27.86 Crore in FY24. NIM remained healthy at 13.28% for FY25 (11.11% for FY24). As of Q2FY26, VCCL's AUM has further increased to Rs. 1,560.89 crore, with the own book portfolio contributing 69.5% and the managed loan book 30.5%, reflecting continued healthy growth and portfolio diversification.

As of Q2FY26, VCCL's AUM has further increased to Rs. 1,560.89 crore, with the own book portfolio contributing 69.5% and the managed loan book 30.5%, reflecting continued healthy growth and portfolio diversification. As per the management, VCCL is targeting a strong growth trajectory and is planning to achieve an CAGR of around 50% from the next financial year.

Experienced and professional management team

The promoters are engaged into microfinance business since 2007. The company's operations are overseen by an experienced leadership team led by Mr. Gautam Jain,



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Managing Director, who brings over two decades of experience in the financial services sector. He is supported by Mr. Vikram Jain, Whole-Time Director, who has more than 18 years of industry experience. Besides, all the governing body members are well versed with the intricacies of the business operation of microfinance and NBFC.

Adequate systems and processes

VCCL has put in place adequate MIS and technology-enabled systems to support its lending and monitoring operations. The company uses centralized MIS to track disbursements, portfolio performance, collections, and delinquencies across branches, enabling timely management oversight. Credit appraisal and approval processes are standardized with defined internal controls. Further, the ongoing implementation of the SMART COLLECT system is expected to strengthen collection efficiency through automated dashboards and AI-enabled calling. Overall, the systems and processes are considered adequate and are being progressively strengthened to support growth and risk management.

Key Rating Weaknesses

Leveraged capital structure

Despite promoters infusing funds on an ongoing basis, majority of the growth is funded by external debt which has resulted in a leveraged capital structure. VCCLs overall gearing decreased to 3.45x as on 31 March 2025 (4.60x as on 31 March 2024) due to capital infusion by promoters in FY25. As on September 30, 2025 gearing stood at 3.83x. Going forward, reducing the gearing levels further will be a key rating monitorable.

Average asset quality

VCCL has managed to keep its collection efficiency around 99% in Q2FY26 despite the challenges faced by MFI industry. VCCL though remains exposed to risks associated with the MFI business which recently faced collection efficiency issues due to various external factors, was able to maintain its asset quality when compared to other players in the industry given its stringent credit appraisal process and loan monitoring systems. The GNPA decreased to 1.69% in Q2FY26 from 2.06% in FY25, while NNPA was nil as on March 31, 2025. VCCL's



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ability to sustain the asset quality in the new originations and maintain field discipline will be important from a credit perspective.

Inherent risks associated with MFI industry coupled with intense competition

Even though VCCL has ventured into MSME lending, its product diversification remains low with the concentration primarily being in the microfinance segment which has recently faced headwinds due to various external factors. Also, the company's portfolio remains relatively risky, given the unsecured nature of the loans. Unsecured lending to the marginal borrower profile and the political and operational risks associated with microlending may result in high volatility in the asset quality indicators. The microfinance industry is prone to socio-political and operational risks, which could negatively impact the company's operations and thus its financial position as has been seen during the pandemic coupled with severe competition by other NBFCs and Banks.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Non-Banking Finance companies](#)

[Criteria of assigning Rating Outlook.](#)

[Complexity level of rated instruments/Facilities](#)

[Financial Ratios & Interpretation \(Financial Sector\)](#)

[Policy on Default Recognition and Post-Default Curing Period](#)

[Policy on Withdrawal of Ratings](#)

Liquidity: Strong

VCCLs liquidity remains strong given the lower tenure of loans extended against higher tenure of loans availed. As on 30 September 2025, VCCL has a adequately matched ALM profile with no negative cumulative mismatches across all the buckets. Also, the company has cash and bank balance of Rs 196.56 Crores, unmarked FDs of Rs 18.64 Crore and unutilised bank facilities of Rs 10.00 Crore.



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About the company

VCCL is a Non-Banking Financial Company – Microfinance Institution (NBFC-MFI) registered under Reserve Bank of India (RBI). It started its microfinance on-lending operation in the year 2007 with its head office in Ranchi (Jharkhand), by providing small ticket size loan to poor woman in rural and semi-urban area through Joint Lending Group (JLG) based system and MSME loans.

Financials (Standalone)*:

Rs in crore

For the year ended/As on*	31-03-2024	31-03-2025
	(Audited)	(Audited)
Total Income	229.21	265.55
PAT	27.86	30.78
Tangible Networth	205.06	284.30
AUM	1386.50	1452.30
<u>Ratios</u>		
NIM (%)	11.11	13.28
ROTA (%)	2.73	2.54
Interest Coverage (Times)	1.32	1.33
Total CRAR (%)	23.47	29.66
Gross NPA [Stage III] (%)	0.73	2.06
Net NPA [Stage III] (%)	-	-
Overall Gearing (Times)	4.60	3.45

***Classification as per Infomerics' standards**

Status of non-cooperation with previous CRA: Not applicable

Any other information: NA

Rating History for last three years:



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Sr. No	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Date(s) & Rating(s) assigned in 2024-25	Date & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23 (31 March 2023)
		Type	Amount outstanding (Rs. crore)	Rating			
1.	Fund Based - Bank Loan Facilities – Term Loans	Long Term	507.63	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	IVR A-/Stable (26 December 2023) IVR A-/Stable (22 December 2023) IVR A-/Stable (05 October 2023)	IVR A-/Stable
2.	Proposed Fund Based -Bank Loan Facilities – Term Loans	Long Term	892.37	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	IVR A-/Stable (26 December 2023) IVR A-/Stable (22 December 2023) IVR A-/Stable (05 October 2023)	-
3.	Fund Based - Bank Loan Facilities – Term Loans		0.00	-- IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	IVR A-/Stable (26 December 2023) IVR A-/Stable (22 December 2023) IVR A-/Stable (05 October 2023)	IVR A-/Stable
4.	Non-Convertible Debentures	Long Term	175.61	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	IVR A-/Stable (22 December 2023)	-



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Sr. No	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Date(s) Rating(s) assigned in 2024-25	Date & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23 (31 March 2023)
		Type	Amount outstanding (Rs. crore)	Rating			
4.	Non-Convertible debentures (NCDs)	Long Term	100.00	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)			-
5.	Non-Convertible debentures (NCDs)	Long Term	430.00	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)			
6.	Non-Convertible debentures (NCDs)	Long Term	0.00	-- IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	IVR A-/Stable (22 December 2023)	
7.	Proposed Non-Convertible Debentures	Long Term	74.39	IVR A-/Stable (December 24, 2025) IVR A-/Stable (July 1, 2025)	IVR A-/Stable (28 Oct 2024) IVR A-/Stable (9 July 2024) IVR A-/Stable (17 June 2024)	-	-
8.	Proposed Non-Convertible Debentures	Long Term	420.00	IVR A-/Stable (December 24, 2025)	-	-	-



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Sr. No	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Date(s) Rating(s) assigned 2024-25	Date & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23 (31 March 2023)
		Type	Amount outstanding (Rs. crore)	Rating			
				IVR A- /Stable (July 1, 2025)			
9.	Proposed Subordinated Debt	Long Term	50.00	IVR A- /Stable (December 24, 2025)			
10	Issuer rating	-	-	-	-	Withdrawn (22 December 2023)	-

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About Infomerics:

Infomerics Valuation And Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. 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.



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Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit 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.

Annexure 1: Details of Facilities/Instrument

Name of Facility/ Instrument	ISIN	Date of Issuance	Coupo n Rate (%)	Tenor/ Maturity	Size of Facility/ Instrume nt (Rs. crore)	Listing status	Rating Assigned/ Outlook
Long Term – Fund Based - Bank Facility –Term Loans	-	-	-	Up to Jan 2030	507.63	NA	IVR A- /Stable
Proposed Long Term – Fund Based – Bank Facility – Term Loans	-	-	-	-	892.37	NA	IVR A- /Stable
Non-Convertible Debentures	INE04HY0 7021	8 Apr 2022	11.42	8 Dec 2025	20.61	Unlisted	IVR A- /Stable
Non-Convertible Debentures	INE04HY0 7096	27 Mar 2024	13.50	28 Sep 2025	0.00**	Listed	IVR A- /Stable
Non-Convertible Debentures	INE04HY0 7120	25 June 2024	11.90	25 June 2026	25.00	Listed	IVR A- /Stable
Non-Convertible Debentures	INE04HY0 7138	1 July 2024	12.78	26 Dec 2025	25.00	Listed	IVR A- /Stable
Non-Convertible Debentures	INE04HY0 7146	12 Aug 2024	11.90	12 Aug 2026	30.00	Listed	IVR A- /Stable



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Non-Convertible Debentures	INE04HY0 7161	23 Sep 2024	12.00	23 Mar 2027	20.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7153	23 Sep 2024	12.00	23 Sep 2029	10.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7195	14 Oct 2024	11.60	14 Apr 2026	15.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7187	14 Oct 2024	11.80	14 Oct 2026	15.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7179	14 Oct 2024	12.00	14 Apr 2027	15.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7203	28 Jan 2025	12.00	28 Jan 2029	25.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7211	21 Feb 2025	12.00	21 Aug 2027	20.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7229	4 April 2025	12.00	4 April 2029	20.00#	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7229	09 May 2025	12.00	4 April 2029	35.00#	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7260	20 June 2025	11.60	20 Dec 2026	15.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7245	20 June 2025	11.80	20 June 2027	15.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7252	20 June 2025	12.00	20 Dec 2027	25.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7278	23 July 2025	12.00	23 July 2029	25.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7286	23 July 2025	11.50	23 Jan 2025	25.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7294	31 July 2025	10.25	31 July 2028	60.00#	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7310	21 Aug 2025	11.60	21 Feb 2027	20.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7302	21 Aug 2025	11.80	21 Aug 2027	20.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7294	11 Sept 2025	10.25	31 July 2028	40.00#	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7328	7 Oct 2025	11.60	7 April 2027	30.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7336	7 Oct 2025	11.80	7 Oct 2027	30.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7344	16 Oct 2025	12.00	16 Oct 2028	50.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7369	27 Nov 2025	11.00	27 May 2027	30.00	Listed	IVR A-/Stable
Non-Convertible Debentures	INE04HY0 7351	27 Nov 2025	11.25	27 Nov 2027	25.00	Listed	IVR A-/Stable



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Non-Convertible Debentures	INE04HY07377	27 Nov 2025	11.50	27 May 2028	20.00	Listed	IVR A-/Stable
Proposed Non-Convertible Debentures	--	--	--	--	74.39	Proposed to be listed*	IVR A-/Stable
Proposed Non-Convertible Debentures	--	--	--	--	420.00	Proposed to be listed*	IVR A-/Stable
Proposed Subordinated Debt	--	--	--	--	50.00	Proposed to be listed	IVR A-/Stable

***NCD has been withdrawn at the request of the company on account of full redemption of the NCDs and the same has been confirmed by the debenture trustee. The rating withdrawal is in accordance with Infomerics policy on withdrawal of ratings.*

#NCD have been issued as re-issuance of existing NCD series in different tranches

** It was earlier envisaged to be proposed to be unlisted however as per the latest term sheets it is proposed to be listed.*

Annexure 2: Facility wise lender details

https://infomericstorage.blob.core.windows.net/uploads/LEN_Vedika_Credit_Capital24_Dec25_c2b1e974ab.pdf

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities:

Below mentioned covenants are uniform for all NCD issues rated by Infomerics.

Name of the Instrument		Detailed Explanation
Non-Convertible Debentures	Financial Covenant	<p>1.The Capital Adequacy Ratio shall be always compliant with minimum levels stipulated by the regulator (“RBI”) at all points in time.</p> <p>2. The TOL/TNW shall not be more than 10 times</p> <p>3. The Gross NPA shall be less than 4.5%</p> <p>4. The Net NPA shall be less than 2.5%</p> <p>All covenants would be tested on quarterly basis for the Company, on consolidated and standalone balance sheet till the redemption of the Debentures. The covenants shall be certified by the Company within 45 (Forty-Five) calendar days from the end of each financial half year.</p>



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	Non-Financial Covenant	<p>The Issuer shall not without the prior written permission of the Debenture Holder and Debenture Trustee, do or undertake to do any of the following:</p> <ul style="list-style-type: none"> a) Formulate any scheme of amalgamation or reconstitution b) Undertake guarantee obligations on behalf of any other Company / Firm etc., except in the ordinary course of business and for its subsidiaries if any. c) Declare dividends for any year out of profits relating to the year if any of the financial commitments to Debenture Holder have not been duly met d) Withdraw funds from the business out of the profits relating to the year if any of the financial commitments to Debenture holder have not been duly met e) Sell, assign, mortgage or otherwise dispose of any of the assets charged to Debenture Holder so as the security cover does not fall below 1.25x f) Change in promoter, ownership or control more than 10%. g) Issuer shall not amend or modify clauses in its
	Rating covenants	<p>In case the rating is downgraded to BBB from BBB+ then an additional 0.25% p.a would be payable on the NCDs from the date of downgrade. It is clarified the additional step-up coupon would be payable only till the rating of the Company remains below BBB+ rating and shall not be charged if the rating is restored to the original level or higher level by respective rating agencies. PROVIDED THAT, the decreased rate of Interest in accordance with this provision cannot, in any case, be lower than the Interest Rate fixed at the time of issuance.</p> <p>However, the investor shall have a right of call for early redemption at par in case the ratings fall by two notches from current rating of A-.(“Recall Option”)</p> <p>The Recall option shall be exercised at PAR, with a prior notice of 30 calendar days to the Issuer.</p> <p>For the purpose of this clause, if the issue is rated by more than one agency, then the lowest of the ratings shall be considered</p>
	Events of Default	<p>Customary for financings of this nature and others appropriate in the judgment of the Debenture Holders, including but not limited to:</p> <ul style="list-style-type: none"> 1. Non-payment of any of the dues under this Issuance, 2. Issuer is unable or admits in writing its inability to pay its debts as they mature or suspends making



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		<p>payment of any of its debts, by reason of actual or anticipated financial difficulties or proceedings for taking it into liquidation have been admitted by any competent court or a moratorium or other protection from its creditors is declared or imposed in respect of any indebtedness of the Company;</p> <ol style="list-style-type: none">3. Insolvency, winding up, liquidation4. Creditors' processes initiated against the company<ol style="list-style-type: none">a. If initiated by a creditor that is not a lender / debt investor, cure period of 90 days5. Repudiation of Transaction Documents by the Issuer6. Cessation of business7. All or a material part of the undertaking, assets, rights or revenues of the Company are condemned, seized, nationalised, expropriated or compulsorily acquired, or shall have assumed custody or control of the business or operations of the Company, or shall have taken any action for the dissolution of the Company, or any action that would prevent the Company, their member, or their officers from carrying on their business or operations or a substantial part thereof, by or under the authority of any Government or Government authority;
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Indicative term sheet for proposed Subordinated Debt of Rs.50.00 crore

Security Name	"12.50% VCCL December 2031"
Issuer	Vedika Credit Capital Limited
Type of Instrument	Listed, rated, taxable, unsecured, transferable, redeemable, fully paid up, Basel II compliant lower Tier II subordinated bonds in the form of non-convertible debentures on a private placement basis
Nature of Instrument	Unsecured
Legal Counsel	Verist Law
Issue Size	Base Issue - 2,500 Debentures of Face Value of INR 1,00,000 each aggregating to INR 25,00,00,000 Green Shoe - 2,500 Debentures of Face Value of INR 1,00,000 each aggregating to INR 25,00,00,000
Coupon Type	Fixed
Coupon	12.50%
Frequency	Monthly
Tenor	71 months/5 years 11 Months



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Financial Covenants	<p>The issuer shall maintain the below mentioned covenants during the entire tenure of the Debentures and till all the amounts outstanding are duly paid :</p> <ol style="list-style-type: none">1. Total Debt/Equity ratio not to exceed 5X2. Capital Adequacy Ratio (CAR) of at least 20% or as per applicable RBI regulation, whichever is higher. Of the above CAR, Tier-I to remain at minimum of 16% (Sixteen Percent).3. Gross NPA not to exceed 3.00 % of Gross Loan Portfolio4. Net NPA not to exceed 1.00 % of Gross Loan Portfolio5. Earnings: After-tax Net Income (excluding extraordinary income) to remain positive throughout the tenure of the issue. The said covenant to be tested on quarterly and annual basis.6. There shall not be any Negative mismatched on cumulative basis in any of the buckets till next one year of ALM statement after incorporating all liabilities of the issuer including Put options / Interest Reset etc. (in any form) on liabilities. The assets will include all unencumbered cash and cash equivalents maturing across all buckets of the ALM as part of the opening asset balance Unutilized bank lines will not be taken into account while testing the same.7. The Issuer shall not prepay any loans ore redeem NCDs voluntarily or mandatorily before its stated maturity (subject to pre-agreed call options and put options)such that it leads to a negative mismatch on cumulative basis in any bucket of the ALM statement upto the residual tenure of the Debenture after incorporating all the liabilities of issuer including put options and interest reset on liabilities. Unutilized bank lines will not be taken into account while testing the same. <p>All covenants would be tested on quarterly basis i.e. as on 31 March, 30 June, 30 Sept and 31 Dec every year, starting from December 31, 2025 on standalone balance sheet till the redemption of the NCDs. The covenants shall be certified by the statutory auditor of the Company within 45 (Forty-Five) calendar days from the end of each reporting quarter. In case of breach of any of the covenants, the Issuer shall pay additional coupon at the rate of 2 % (Two Percent) per annum over and above the</p>
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	applicable Coupon Rate on all amounts outstanding under the NCDS (including the Outstanding Principal Amounts and any accrued but unpaid interest) from the date of occurrence of such a breach, until the NCDS are fully redeemed or till the covenants criteria has been replenished.
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Annexure 4: List of companies considered for consolidated analysis: Not Applicable

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.

