

Press Release

Brickwork Ratings assigns “BWR AAA (SO)” for Religare Enterprises Limited’s proposed structured secured Non Convertible Debenture (NCD) Issue of ₹500 crores (INR Five Hundred Crores only) with tenor upto August 09, 2019

NCD Issue Rating: BWR AAA(SO)

Outlook: Stable

Brickwork Ratings (BWR) has assigned BWR AAA (SO) (Pronounced triple A Structured Obligation) Rating for **Religare Enterprises Ltd.’s** proposed structured secured NCD issue of ₹ 500 crores with a tenor upto August 09, 2019. ‘BWR AAA (SO)’ stands for an instrument that is considered to have highest degree of safety regarding timely servicing of financial obligations. Such instruments carry lowest credit risk.

BWR has essentially relied upon the audited financial results of Religare Enterprises Ltd , draft term sheet, bank guarantee provided by Royal Bank of Scotland, New Delhi, India branch on behalf of Aegon N.V (Aegon), draft legal opinions in respect of various agreements/undertakings/documents executed by all the parties concerned with the transaction, and clarification provided by the issuer.

The rating factors, inter alia, the performance of Religare Enterprises limited, its professional management team and the underlying security package to secure the proposed NCD issue- which is the guarantee provided by RBS to REL on behalf of Aegon protecting the Capital infused by REL along with an assured IRR in its JV with Aegon. The rating could however be affected if the transaction faces legal/regulatory hurdles or due to shortcoming in the performances committed by the guaranteeing Bank i.e. Royal Bank of Scotland or Aegon.

Religare Enterprises Limited (REL) is a financial services business firm serving corporates and institutions, high net worth families & individuals and retail investors. REL operates through 18 subsidiaries & 3 JVs in India, and 35 subsidiaries outside India as of March 2011.

The given rating is based on the draft documents and information provided to us and subject to legal enforceability of the transaction / documents. The rating is not valid

if there are any changes in such documents. The rating is also subject to sharing of final executed documents.

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