RATING RATIONALE

19 Aug 2026

IIFL Finance Limited

Brickwork Ratings assigns the long-term rating of the Proposed Perpetual Debt Instruments amounting to Rs. 300.00 crores, reaffirms the long-term rating of NCDs amounting to Rs. 3022.04 crores, and reaffirms the long-term rating of the Perpetual Debt Instruments (PDIs) amounting to Rs. 850.00 crores of IIFL Finance Limited.

Particulars:

Instruments #	Amount (Rs Crs)		Tenure	Rating		Regulator
	Previous	Present		Previous (15 May 2026)	Present	
NCDs Public Issue	975.82	**975.82**	Long Term	BWR AA+/Stable (Reaffirmed)	**BWR AA+/Stable (Reaffirmed)**	SEBI
NCDs	46.22	**46.22**	Long Term	BWR AA+/Stable (Reaffirmed)	**BWR AA+/Stable (Reaffirmed)**	SEBI
NCDs (Proposed - Public issue)	2000.00	**2000.00**	Long Term	BWR AA+/Stable (Reaffirmed))	**BWR AA+/Stable (Reaffirmed))**	SEBI
Perpetual Debt Instrument (PDI)	500.00	**500.00**	Long Term	BWR AA/Stable (Reaffirmed)	**BWR AA/Stable (Reaffirmed)**	SEBI
Perpetual Debt Instrument (PDI)&	150.00	**150.00**	Long Term	BWR AA/Stable (Reaffirmed)	**BWR AA/Stable (Reaffirmed)**	SEBI
Proposed Perpetual Debt Instrument (PDI)	200.00	**200.00**	Long Term	BWR AA/Stable (Assignment)	**BWR AA/Stable (Reaffirmed)**	SEBI
Proposed Perpetual Debt Instrument (PDI)	**-**	**300.00**	Long Term	-	**BWR AA/Stable (Assignment)**	SEBI
Total	3,872.04	**4,172.04**	**Rupees Four Thousand One Hundred Seventy Two Crores and Four Lakhs Only**			

*Please refer to the BWR website **www.brickworkratings.com/** for the definition of the ratings.
#Details of rated instruments are provided in Annexures II

Note: NCDs and PDIs outstanding in the above table were confirmed by the Debenture Trustee
Out of the NCD-Proposed Public Issue of Rs 2000 Crs, Rs 978.37 crores are yet to be issued/raised.
PDI (out of the PDI of Rs. 150 Crs), Rs. 50 crores is yet to be raised/issued.
PDI (out of the PDI of Rs. 200 Crs), Rs. 100 crores is yet to be raised/issued.

RATING ACTION/OUTLOOK: ASSIGNMENT/ REAFFIRMATION/STABLE

Brickwork Ratings assigns the long term rating for proposed PDIs of Rs. 300 Crores at BWR AA/Stable, reaffirms the long term rating for the non-convertible debentures (NCDs) amounting to Rs. 3022.04 Crores at BWR AA+/Stable and reaffirms the long term rating for the Perpetual Debt Instruments (PDIs) of Rs. 850 Crores at BWR AA/Stable, of IIFL Finance Ltd as tabulated above.

The assignment of rating to the proposed PDIs and reaffirmation of rating of existing NCDs and PDIs continues to factor in the business turn-around post the previous year's regulatory concerns with growth across the key performance indicators, continued support of the institutional investors to maintain healthy capitalisation levels with sufficient buffer, adequate liquidity with no negative cumulative mismatches as per ALM statement of the company as of 30 June 2026, experienced board and management team. Gold loans have rebounded strongly post-embargo, and MSME lending continues its steady expansion, albeit asset quality shall be monitorable.

Out of the previous PDIs rated for Rs. 850 Crores, Rs. 150 crores are yet to be raised /issued. The additional proposed PDIs of Rs. 300 Crores are to strengthen the tier 1 capital, required for its business growth over the near to medium term, as informed by the Company.

KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED :

For existing raised NCDs: The outstanding NCDs amounting to Rs. 1022.04 Crores raised by the Company are in the nature of unsecured/ secured rated listed redeemable non-convertible debentures. It comprises two sets. One set of ISINs is for public issues, while the other set of ISINs was privately placed. Other details of these rated instruments are as per Annexure II

For NCDs (Public Issue): The NCD issuance of Rs. 2000 Crores is a public issue. It is listed as secured, rated, redeemable, non-convertible debentures having a face value of Rs. 1000 each. These will be raised in tranches. The other terms are tentatively in line with its existing NCD public issue. NCDs (out of Public Issue of Rs 2000 Crores) of Rs 978.37 Crores are yet to be issued/raised.

For the Perpetual Debt instruments (PDI): The PDI issue of Rs. 500 Crores has features similar to the PDIs raised by NBFCs, having a lock-in clause, with the requirement of permission from the RBI in case the coupon servicing results in a loss for the company. The redemption of these bonds can be made with the approval of the RBI, with the company having a call option at the end of 10 years from the date of allotment. Given the perpetual nature of such instruments and the lock-in-clause applicable to such instruments, BWR generally notches the rating of such instruments below the issuer's base case rating. BWR has considered one notch below the base case rating at BWR AA/stable for the Perpetual Debt Instruments. The Company has raised the said PDIs of Rs.500 Crores by the end of Dec 2025.

For PDIs: The PDI issuance of Rs. 150 Crores is an unsecured, perpetual private issuance having a face value of Rs. 1 crore each. The other terms are tentatively in line with its existing PDIs issue. The PDI issue has features similar to the PDIs raised by NBFCs, having a lock-in clause, with the requirement of permission from the RBI in case the coupon servicing results in a loss for the company. The redemption of these bonds can be made with the approval of the RBI, with the company having a call option at the end of 10 years from the date of allotment. Given the perpetual nature of such instruments and the lock-in-clause applicable to such instruments, BWR generally notches the rating of such instruments below the issuer's base case rating. BWR has considered one notch below the base case rating at BWR AA/stable for the Perpetual Debt Instruments. PDI (out of the PDI of Rs, 150 Crores), Rs. 50 Crores is yet to be raised/issued.

For PDIs: The PDI issuance of Rs. 200 Crores is an unsecured, perpetual private issuance having a face value of Rs. 1 crore each. The other terms are tentatively in line with its existing PDIs issue. The PDI issue has features similar to the PDIs raised by NBFCs, having a lock-in clause, with the requirement of permission from the RBI in case the coupon servicing results in a loss for the company. The redemption of these bonds can be made with the approval of the RBI, with the company having a call option at the end of 10 years from the date of allotment. Given the perpetual nature of such instruments and the lock-in-clause applicable to such instruments, BWR generally notches the rating of such instruments below the issuer's base case rating. BWR has considered one notch below the base case rating at BWR AA/stable for the Perpetual Debt Instruments. PDI (out of the PDI of Rs, 200 Crores), Rs. 100 Crores is yet to be raised/issued.

For Proposed PDIs: The PDI issuance of Rs. 300 Crores is an unsecured, perpetual private issuance having a face value of Rs. 1 crore each. The other terms are tentatively in line with its existing PDIs issue. The proposed PDI issue will have features similar to the PDIs raised by NBFCs, having a lock-in clause, with the requirement of permission from the RBI in case the coupon servicing results in a loss for the company. The redemption of these bonds can be made with the approval of the RBI, with the company having a call option at the end of 10 years from the date of allotment. Given the perpetual nature of such instruments and the lock-in-clause applicable to such instruments, BWR generally notches the rating of such instruments below the issuer's base case rating. BWR has considered one notch below the base case rating at BWR AA/stable for the Perpetual Debt Instruments.

KEY RATING DRIVERS:

Credit Strengths-:

- **Strong Ownership and support of the key management:** The promoters of the group held ownership of (24.8%) of the shareholding. The majority of ownership as of June 30 2026, was held by institutional investors (46.50%), including Fairfax (28.60%), Foreign Institutions (23.90%***),*** Domestic Institutions (7.50%), and Public & Others (28.60%). There has been an equity infusion of Rs. 1272 Crs in FY25. The key management team of IIFL Finance Limited includes Mr Nirmal Jain as the Promoter and Managing Director, Mr R. Venkataraman as the Co-Promoter and Joint Managing Director, and other directors such as Mr Ramakrishnan Subramanian, Mr Tritala Subramanian Ramakrishnan, Mr Nihar Niranjan Jambusaria, Mr Bijou Kurien, Mr Gopalakrishnan Soundarajan, Ms Nirma Anil Bhandari, and Mr Bhibhu Prasad Kanungo provides stronger support to the Company.

- **Diversified portfolio, expected to continue its growth from the core segments:** The group has a diversified portfolio spread across 27 states and 5 Union Territories of India, consisting of different asset classes. As of June 30th, 2026, AUM consisted of Home loans (29%), Gold loans (51%), Microfinance (8%), MSME (9%), CRE & Others (3%) The book composition has been mainly from gold loans, which are expected to grow at 10-15%, and the home loan book, which is expected to grow at 15-18%, over the near term. The recalibration of the MSME loan book is expected to be inclined towards the secured book and lower delinquencies on a forward-looking basis. The MFI book will be maintained at stagnant growth, with cautious disbursements depending on improvement in collections.

- **Adequate and improving profitability in the operations and profitability at the consolidated level:** As of 30 June 2026, Gold loan AUM surged to ₹58,406 Cr, up 114% YoY and 11% QoQ, emerging as the primary growth driver. Asset quality remained healthy with GNPA at 0.61%; Home Finance AUM stood at ₹41,540 Cr up 4% QoQ. Asset quality remained stable with GNPA at 1.46%, reflecting continued focus on prudent underwriting. Continued shift towards secured MSME lending with MSME AUM growing 9% QoQ to ₹10,808 Cr and disciplined reduction in unsecured exposure, leading to an improved risk profile. Microfinance portfolio stabilization continued with AUM at ₹9,473 Cr, up 4% QoQ, alongside improving asset quality and calibrated growth.

Credit Risks-:

- **Cost of Borrowing:** Consolidated resource profile consisted of term loans (43%), bonds (29%), refinancing (7%), and others (21%) as on June 30th 2026. Though there has been a dip in the cost of borrowings from 9.40% in FY25 to 8.97% in FY26, the company's ability to maintain the lower cost of borrowing shall remain monitorable.

- **Moderate Asset Quality, albeit remains monitorable :** GNPA ratio stood at 1.55%, and NNPA ratio stood at 0.82% as at 30 June 2026. With the implementation of Expected Credit Loss under Ind AS, provision coverage on NPAs stands at 47.30%. The consolidated AUM of the group grew from Rs. 98,336 Crs as on 31 Dec 2025 to Rs. 1,08,180 Crs as on 31 March 2026 to Rs. 1,15,523 Crs as on 30 June 2026. The same stood at Rs. 83,889 Crs as on June 30th 2025. Recouping the AUM, achieving a growth in gold loan book as projected, with a steady growth in the AUM of other segments of the loan book shall be monitored along with the overall asset quality of the company. An incremental decline in the collections from its key loan book segments, microfinance and home loans, impacting the asset quality, shall remain monitorable.

ANALYTICAL APPROACH AND APPLICABLE RATING CRITERIA: CONSOLIDATED

To arrive at its ratings, BWR has taken a consolidated view of IIFL Finance Limited and its subsidiaries as detailed in Annexure III. BWR has applied its rating methodology as detailed in the Rating Criteria below (hyperlinks provided at the end of this rationale).

BRICKWORK RATINGS

RATING SENSITIVITIES:

Positive:

- Improvement in the overall financial risk profile of the company, while maintaining the focus on the gold loan and home loan businesses.
- Maintaining the share of retail business along with sustained growth in all segments while managing its cost of borrowing at par with the industry levels.
- Steady and substantial growth in business from the current levels, in both its gold loan and non-gold loan business
- Maintaining strong liquidity for business operations and repayment of debt, and maintaining CRAR > 22% at a standalone level.
- Substantial Improvement in asset quality (GNPA <1.2% and NNPA <0.50%), and other financial parameters

Negative :

- Substantial decline in AUM from the present levels (FY26)
- Significant deterioration in asset quality with GNPA ratio >4.5% impacting the capital and earnings profile of the company shall be a key rating negative for the company
- Debt to Equity ratio at >5.5x times
- CRAR level < 20% on a consolidated basis.
- Any adverse action by the regulators. impacting the operations, liability, franchise and liquidity and concerns regarding governance.
- Deterioration in financial flexibility and inability to raise resources at a reasonable cost of funding

LIQUIDITY POSITION: ADEQUATE

A liquidity buffer of ₹ 7148 Cr (Consolidated) was maintained as on June 30, 2026 with LCR at 220.12% (Standalone). Cash and Bank balances stood at Rs 4891 crores as on June 30, 2026 (Consolidated). There were no cumulative negative mismatches across the buckets as per ALM of June 30, 2026, as disclosed by the Company. The Company has average monthly collections of ~Rs. 2500 Crs, adequate to meet its cash outflows of ~Rs. 12,500 Crs over the next year. Any decline in the collections over the near to medium term shall remain monitorable.

ENVIRONMENTAL, SOCIAL, GOVERNANCE - ESG PRACTICES - ADEQUATE

The company demonstrates an adequate ESG profile based on its environmental, social, and governance practices. The ESG profile for financial sector entities typically factors governance as a key differentiator.

Environmental: Environmental evaluation considers lending restrictions on environmentally sensitive sectors and the extent of support for green or sustainable-financing products.
Social: Social assessment covers employee welfare initiatives, diversity and inclusion practices (women workforce 26.4%), and financial-inclusion measures. customer service and grievance-resolution systems, data privacy and information-security measures and community development or CSR initiatives.

Governance: Governance analysis includes the effectiveness of investor and stakeholder grievance-redressal mechanisms, the structure and independence of the board (with 55.56% independent directors and maximum tenure of 10 years (2 consecutive terms of 5 years each), adherence to regulatory and ethical standards, and workforce-governance policies promoting fairness and equity.

The company demonstrates a satisfactory ESG profile, supported by its environmental, social, and governance practices. For financial sector entities, governance remains a key differentiating factor within the ESG framework, and the company has taken steps to strengthen its sustainability and governance processes. Overall, the company's ESG initiatives and governance practices provide comfort regarding its long-term sustainability and stakeholder orientation.

ABOUT THE COMPANY

Macro Economic Indicator	Sector	Industry	Basic Industry
Financial Services	**Financial Services**	**Finance**	**Non-Banking Financial Company (NBFC)**

IIFL Finance Limited is the holding company for the lending businesses of IIFL Group. IIFL Finance Limited is a Systemically Important Non-Banking Financial Company not accepting public deposits registered with the RBI. IIFL Finance Ltd is a retail-focused diversified NBFC, engaged in the business of loans and mortgages along with its subsidiaries - IIFL Home Finance Limited and IIFL Samasta Finance Limited. IIFL Finance, through its subsidiaries, offers a wide spectrum of products such as Home loans, Gold loans, Business loans, Microfinance, Capital Market finance and Developer & Construction finance to a vast customer base of over 8 million customers. IIFL Finance has widened its pan-India reach through an extensive network of branches spread across the country and various digital channels.

Key Financial Performance - IIFL Finance Ltd. (Consolidated)

Particulars	Units	FY24	FY25	FY26	Q1FY27
		Audited	Audited	Audited	Reviewed
AUM	Rs.in Crores	78,960	78,341	1,08,180	1,15,523
Total Income	Rs.in Crores	10,490	10,237	13,374	3922
PAT	Rs.in Crores	1,974	578	1,817	713
Total Debt	Rs.in Crores	46,699	51,068	69,176	73,994
Net Worth	Rs.in Crores	10,357	13,955	13,560	14,200
Gearing Ratio	Times	3.87	3.66	4.43	4.52
GNPA	%	2.32	2.23	1.46	1.55
NNPA	%	1.20	1.05	0.73	0.82

Key Financial Performance - IIFL Finance Ltd. (Standalone)

Particulars	Units	FY24	FY25	FY26	Q1FY27
		Audited	Audited	Audited	Reviewed
Total Income	Rs.in Crores	4,649	4080	7,467	2,345
PAT	Rs.in Crores	585	(410)	1,154	467
Total Debt	Rs.in Crores	20,011	24,524	38,740	43,035
Net Worth	Rs.in Crores	5,469	6,507	7,432	7,814
Gearing	Times	3.58	3.77	5.12	5.37

COMPLEXITY LEVELS OF THE INSTRUMENTS:

- NCDs bearing ISINs INE866I08279 and INE866I08295: **Complex**
- Other NCDs: **Simple**
- PDI: **Highly Complex**
- NCDs (Public Issue): **Complex (tentatively for proposed), Simple (raised issues)**

  For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY:
There were no outstanding ratings under Non-Cooperation from other CRAs

ANY OTHER INFORMATION: NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Sr No	Name of Instrument	Current Rating (2026)			Rating History for the past 3 years		
		Type	Amount (Rs. Crs)	Aug 2026	2025	2024	2023
1	NCDs Public Issu ^	Long Term	975.82	BWR AA+/ Stable (Reaffirmed) BWR AA+/ Stable (Reaffirmed) (15 May 2026)	BWR AA +/ Stable (Reaffirmed) (Rs 975.82 Crs) (24 Dec 2025) BWR AA + / Stable (Reaffirmed) (Rs 975.82 Crs) (21 Nov 2025) BWR AA + / Stable (Reaffirmed) (Rs 975.82 Crs) (15 Sep 2025)	BWR AA + /Stable (Reaffirmed and removed Rating Watch With Negative Implications) (Rs.1125.05 Cr) 30 Sep 2024 BWR AA +/ /Rating Watch with Negative Implications (Rs.1134.88 Cr) / 13 Mar 2024	BWR AA + / Stable /Reaffirmation with revision in outlook (Rs.1134.88 Cr) (01 Dec 2023)

2	NCDs	Long Term	46.22	BWR AA + / Stable (Reaffirmed) BWR AA + / Stable (Reaffirmed) (15 May 2026)	BWR AA + / Stable (Reaffirmed) (Rs. 46.22 Crs) (24 Dec 2025) BWR AA + / Stable (Reaffirmed) (Rs. 46.22 Crs) (21 Nov 2025) BWR AA + / Stable (Reaffirmed) (Rs. 46.22 Crs) (15 Sep 2025)	BWR AA + / Stable (Reaffirmed and removed Rating Watch With Negative Implications) (Long Term - 78.18 crores) 30 Sept 2024 BWR AA + /Rating Watch with Negative Implications (Long Term - 78.18 crs)/ (13 Mar 2024)	BWR AA + / Stable /Reaffirmation with revision in outlook (Rs.78.18 crores) (01 Dec 2023)
3	Secured NCDs	Long Term	0.00	-	-	-	Withdrawn

4	NCDs Public Issue - Proposed	Long Term	2000.00	BWR AA+/ Stable (Reaffirmed) BWR AA+/ Stable (Reaffirmed) (15 May 2026)	BWR AA + / Stable (Reaffirmed) (Rs 2000 Crs) (24 Dec 2025) BWR AA + / Stable (Assigned) (Rs 2000 Crs) (21 Nov 2025)	-	-
5	PDIs	Long Term	500.00	BWR AA / Stable (Reaffirmed) (Rs 500 Crs) BWR AA / Stable (Reaffirmed) (Rs 500 Crs) (15 May 2026)	BWR AA / Stable (Reaffirmed) (Rs 500 Crs) (24 Dec 2025) BWR AA / Stable (Reaffirmed) (Rs 500 Crs) (21 Nov 2025) BWR AA / Stable (Assigned) (Rs.500 Crs) (15 Sep 2025)	-	-
6	PDIs	Long Term	150.00	BWR AA / Stable (Reaffirmed)	BWR AA / Stable (Assigned) (24 Dec 2025)	-	-

				BWR AA / Stable (Reaffirmed) (15 May 2026)			
7	Proposed PDIs	Long Term	200.00	BWR AA / Stable (Reaffirmed) (15 May 2026) BWR AA / Stable (Assigned) (15 May 2026)	-	-	-
8	**Proposed PDIs**	**Long Term**	**300.00**	**BWR AA / Stable (Assigned)**			
	Total		**4,172.04**	**Rupees Four Thousand One Hundred Seventy Two Crores and Four Lakhs Only**			

^ Public Issue; Interchangeable between secured and subordinated debt.

Hyperlink/Reference to applicable Criteria

- General Criteria
- Approach to Financial Ratios
- NBFC
- Consolidation of Companies
- Capital Instruments Issued by Banks and Financial Institutions

For any other criteria, obtain hyperlinks from the website

Analytical Contacts	
Ankita Kothari **Manager - Ratings** **M: +91 63669 53881** **ankita.k@brickworkratings.com**	**Hemant Sagare** **Director - Ratings** **B: +91 80 4040 9940 Ext 364** **hemant.sagare@brickworkratings.com**
Client support | clientsupport@brickworkratings.com	

IIFL Finance Limited

ANNEXURE I
Details of Bank Loan Facilities rated by BWR: Not applicable

ANNEXURE II
Details of NCDs rated by BWR and COVENANTS

Instrument	Issue Date	Current outstanding amount (Rs. in Crs)**	Coupon rate/ frequency	Maturity Date	ISIN Particulars	Complexity$
NCD Public Issue	24-Mar-2021	274.69	10.00%, annually	24-Jun-2028	INE530B08094	Simple
NCD Public Issue	24-Mar-2021	328.02	9.60%, monthly	24-Jun-2028	INE530B08102	Simple
NCD Public Issue	24-Mar-2021	68.14	Zero-Coupon Bond	24-Jun-2028	INE530B08110	Simple
NCD Public Issue	14-Oct-2021	144.01	8.42%, monthly	14-Oct-2026	#INE530B07161	Simple
NCD Public Issue	14-Oct-2021	134.04	8.75%, annually	14-Oct-2026	#INE530B07179	Simple
NCD Public Issue	14-Oct-2021	26.92	Zero-Coupon Bond	14-Oct-2026	#INE530B07187	Simple
NCD	7-Feb-2019	30.77	10.00%, monthly	7-Feb-2029	INE866I08279	Complex
NCD	7-Feb-2019	15.45	10.50%, annually	7-Feb-2029	INE866I08295	Complex
Total		**1022.04**				
Rupees One Thousand Twenty Two Crores and Four Lakh Only						

** NCDs amount outstanding as confirmed by the debenture trustee # These are secured NCDs, and the remaining ones are unsecured

Details of PDIs rated by BWR and COVENANTS

Instrument	Issue Date	Rated Amount (Rs Crs	Raised Amount (Rs Crs)	Coupon Rate/ Frequency	Maturity Date	ISIN Particulars	Complexity levels $
PDIs	30-Sept-2025	500.00	500.00	9.9%, annually	Perpetual	INE530B08201	Highly Complex
PDIs &	30-Dec-2025	150.00	100.00	9.9%, annually	Perpetual	INE530B08243	Highly Complex
Proposed PDI	29-May-2026	200.00	100.00	9.9%, annually	Perpetual	INE530B08250	Highly Complex

Rupees Eight Hundred Crores Only
& Out of PDI rated at Rs. 150 Crs, Rs. 50 crores is yet to be raised /issued.
The additional proposed PDIs of Rs. 200 Crores are to meet the capital requirements over the near to medium term, as informed by the Company.
$ For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Details of NCDs (Public Issue) rated by BWR and COVENANTS

Instrument	Issue Date	Raised Amount (Rs in Crs)**	Coupon Rate/Yield	Maturity Date	ISIN Particulars	Complexity levels $
NCD Public Issue	March 06, 2026	88.57	8.37%	March 06, 2028	INE530B07658	Simple
NCD Public Issue	March 06, 2026	35.74	8.52%	March 06, 2029	INE530B07591	Simple
NCD Public Issue	March 06, 2026	80.29	8.65%	March 06, 2031	INE530B07633	Simple
NCD Public Issue	March 06, 2026	434.56	8.70%	March 06, 2028	INE530B07617	Simple
NCD Public Issue	March 06, 2026	198.65	8.85%	March 06, 2029	INE530B07575	Simple
NCD Public Issue	March 06, 2026	112.24	9.00%	March 06, 2031	INE530B07609	Simple
NCD Public Issue	March 06, 2026	20.49	zero coupon	March 06, 2028	INE530B07583	Simple
NCD Public Issue	March 06, 2026	26.11	zero coupon	March 06, 2029	INE530B07625	Simple
NCD Public Issue	March 06, 2026	24.98	zero coupon	March 06, 2031	INE530B07641	Simple
Total		**1021.63**	**Rupees one thousand twenty-one crores and sixty-three lakhs only**			

$ For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf
NCDs (out of Proposed Public Issue of Rs 2000 Crores) Rs 978.37 crores are yet to be issued/raised;

ANNEXURE III

List of Entities Consolidated in IIFL Finance Ltd.

Sr. No.	Name of Subsidiaries/Associates	% of ownership	Extent of Consolidation	Rationale for Consolidation
1	IIFL Home Finance Limited	79.59%	Majority	Subsidiary
2	IIFL Samasta Finance Limited (Formerly, Samasta Microfinance Limited)	99.56%	Majority	Subsidiary
3	IIHFL Sales Limited	79.59%	Majority	Step-Down Subsidiary
4	IIFLOpen Fintech Private Limited (w.e.f 17 May 2022)	100%	Full	Subsidiary

Annexure IV : List of instruments and names of regulators of the instruments

A.	Rating activities	
Sr. No.	Instrument/activity Name	Regulator of the instruments
1	Listed/Proposed to be listed bonds/debentures/preference shares (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)* $	RBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs,HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts $	RBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
22	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA
23	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout and acquirer's payout.
~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI, or MCA, and can only be determined upon issuance. In PRs subsequent to issuance(s), Brickwork Ratings India Private Limited (BWR) shall separately capture the rated quantum details along with the names of respective regulators.
^ Includes bank facilities such as liquidity facility, second loss facility, which are part of securitisation transactions.
# There is no instrument being rated, and hence, the Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in the SEBI Master Circular for CRAs.
@ These ratings were assigned during the regulatory regime prior to the introduction of SEBI CRA Circular dated Feb 10, 2026, and the investor side regulators have accordingly been included.
$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.

Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

B	Other Activities	Regulator of the Instruments
1	**Monitoring Agencies**	**SEBI**
2	**Research activities incidental to rating such as research for Economy, Industries and Companies ***	**NA**

Grievance Management: For any grievances relating to the rating of instruments regulated by SEBI, please contact **sebigrievance@brickworkratings.com**. Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available
For any grievances relating to the rating of instruments regulated by other FSR (Financial Sector Regulators), please contact **grievance@brickworkratings.com**

DISCLOSURE ON CONFLICT OF INTEREST
BWR Board of Directors has no influence over rating decisions, nor do they sit on the rating committee or review, discuss, or evaluate any credit rating during the Board meetings.

About Brickwork Ratings
Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and is accredited by the Reserve Bank of India [RBI]. BWR is the 5th agency to get a credit rating registration in India in 2009, and its corporate office is in Bengaluru. It has a country-wide presence with representatives in 150+ locations. Canara Bank is Brickwork's strategic partner.

Brickwork offers credit ratings of Bank Loans, Non- convertible/convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has also rated NGOs, Educational Institutions, Hospitals, Urban Local Bodies and Municipal Corporations.

Disclaimer

Nature of Ratings & Information: BWR ratings are opinions on the relative ability of an entity/instrument to meet its financial obligations and are based on information obtained from issuers and other sources believed to be reliable. BWR does not conduct audits, due diligence, or independent verification of such information and does not guarantee its accuracy, adequacy, or completeness. Ratings are current only as of the date of publication and may be revised based on new or unavailable information.

No Advice or Recommendation: Ratings, reports, and related communications are not investment advice and do not constitute recommendations to buy, sell, or hold securities, or to sanction, renew, or disburse credit facilities. They do not represent offers or solicitations for any transaction. Users must rely on their own independent judgment and professional advice. Access to or use of these materials does not create any client relationship with BWR.

Liability, Usage & Regulatory Framework: This content is published for the purpose of dissemination of information as required under applicable laws and regulations. BWR holds exclusive copyright over the content. It may be used with appropriate credit to BWR, provided that the content is not altered or modified in any way that could change its meaning or intent. BWR retains the exclusive right to distribute or share its rating rationales, directly or indirectly, through any print, digital, or electronic media. All reports are provided on an "as is" basis without warranties of any kind, express or implied, including but not limited to merchantability, fitness for a particular purpose, or non-infringement. BWR and its affiliates shall not be liable for any direct, indirect, incidental, or consequential losses or damages arising from the use of these reports. Ratings are subject to continuous surveillance and may be revised, suspended, or withdrawn at any time without notice. These reports are intended for use within India only. BWR operates under SEBI Regulations and Code of Conduct.

For more information on policies and ratings, please visit our **www.brickworkratings.com**