

# Performance of the ABS pool rated by Brickwork Ratings

September 2014

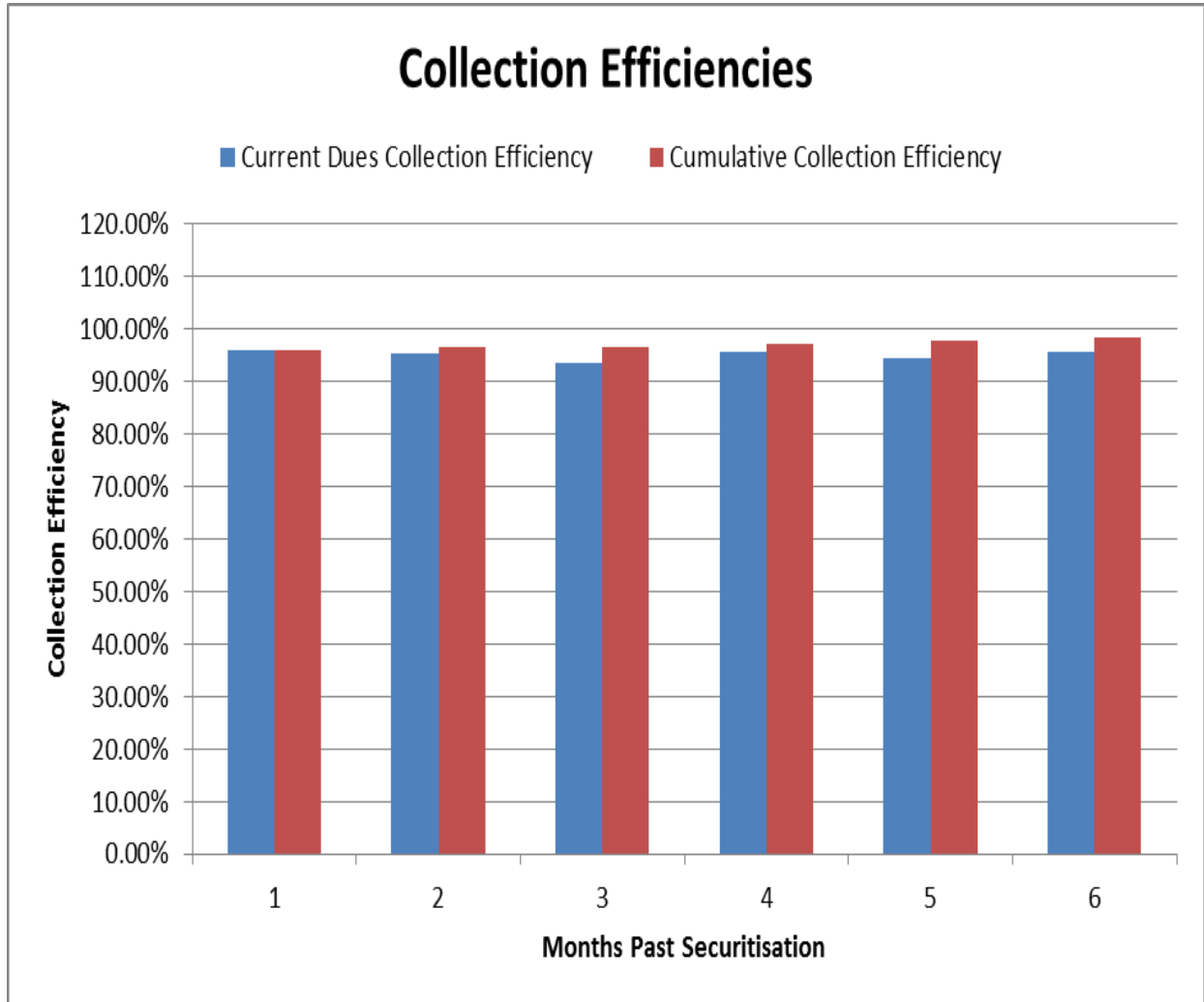
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## **Executive Summary:**

Brickwork Ratings has rated one securitization transaction originated by TVS Credit Services Ltd. The assets securitized in the transaction were tractor loans originated by TVS Credit Services Ltd. The performance of the rated pool up to August 2014 is summarized in this report.

1. **Collection Efficiency:** The collection efficiencies of the rated pool continued to be at stable levels averaging with cumulative collection efficiencies averaging at around 98%. While current demand collection efficiency reduced in the last quarter (June 2014), the overall collection efficiency has still remained at high levels.
2. **Prepayments:** The prepayment rates that saw an uptick in April and May 2014 have slowed down and are within the historical rates seen. The cumulative prepayment rate as of August 2014 was at 1.37%.
3. **Delinquencies:** The delinquency levels for the rated pool have been under control. 90+ delinquency rates (as a % of original Principal Outstanding) as of August 2014 stood at 0.42%, more slippage of accounts to higher delinquency buckets was seen during July and August 2014.
4. **Credit Enhancement:** There has been no drawdown in the credit enhancement provided for the rated pool; as of August 2014, the available credit enhancement as a % of the remaining total investor payout was 24.59%.

**1. Collection Efficiencies:**



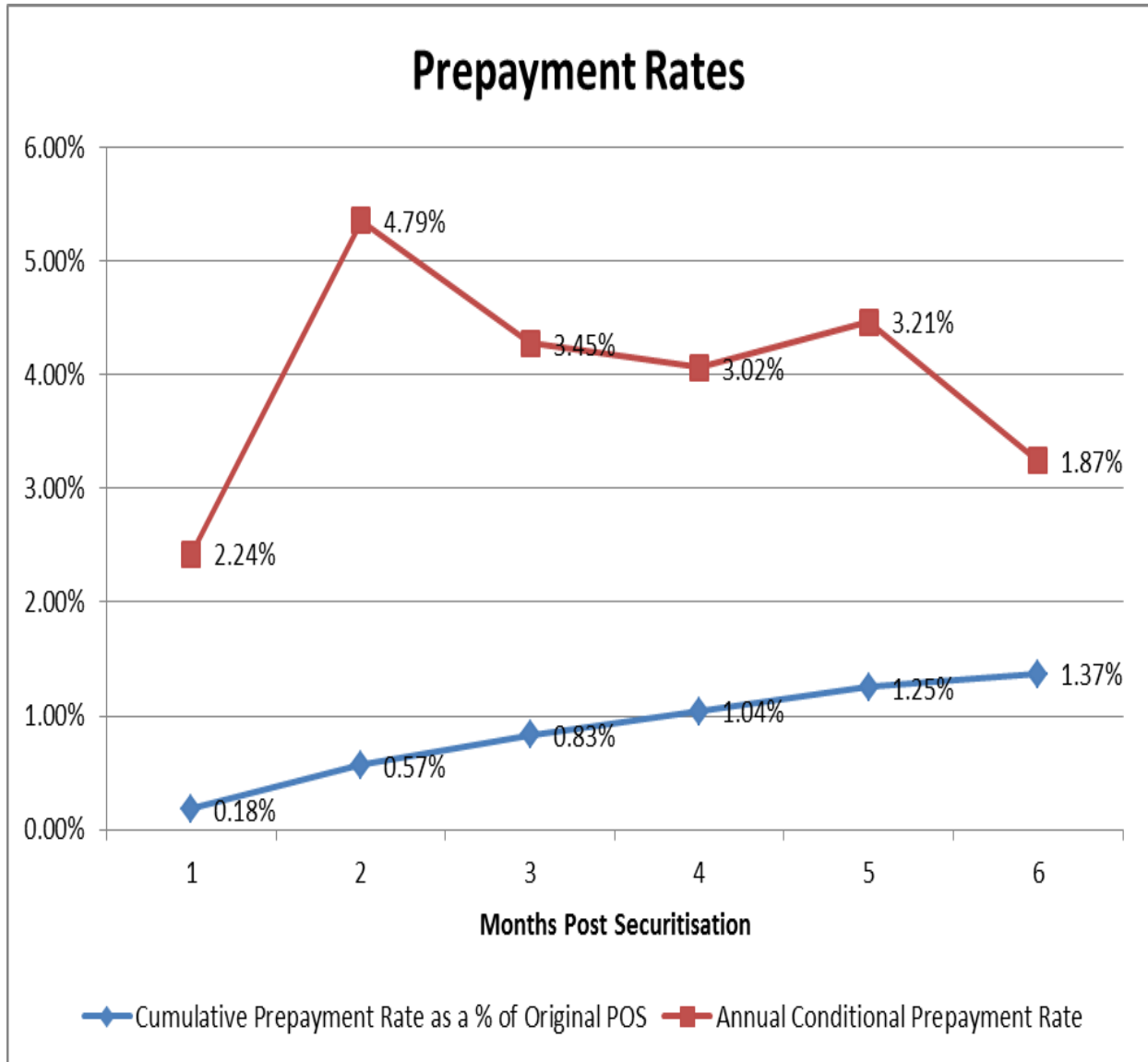
Current dues collection efficiencies showed a decline in June 2014, reflecting the billing cycle of the Originator. Borrowers are usually billed on a semi-annual or quarterly basis, and the collection usually is reflected around two to three months from billing.

Overdue collection efficiencies were at an average of 56%, with most of the overdue contracts in the 30+ delinquency buckets paying within three months of billing.

Cumulative collection efficiencies were around 98.53% in August 2014. The collection efficiency levels have been sufficient to meet investor payouts without a draw down on the credit enhancement provided for the transaction.

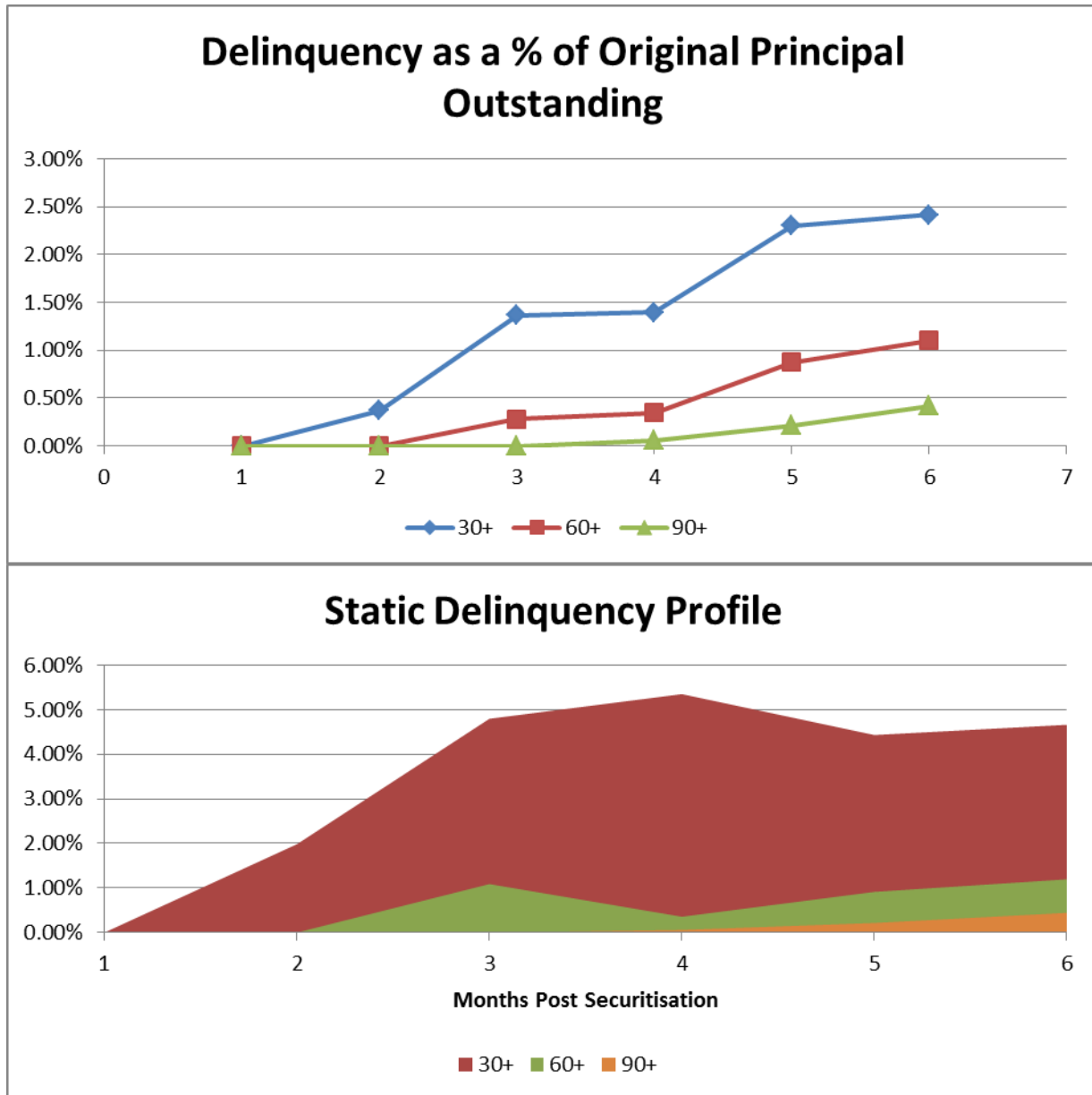
## 2. Prepayment Rates:

The cumulative prepayment rate for August 2014 was at 1.37% of the original principal outstanding. The annual conditional prepayment rate moderated from high levels of 4.8% seen in April 2014 to 1.87% in August 2014.



### 3. Delinquency Levels:

Dynamic delinquency levels for the 90+ bucket as of August 2014 stood at 0.55%. Overall delinquency levels as a % of original principal outstanding stood 2.41.



Static delinquency levels have shown higher slippage in the last quarter (from June 2014 onwards), reflecting the billing cycle of the Originator. Around 41.58% of the accounts that have been designated as overdue are in the 30+ bucket, with roll over to higher delinquency buckets at an average of 35%.

#### 4. Credit Enhancement:

There has been no utilization of the credit enhancement provided by the Originator for the transaction. Credit Enhancement as a % of the pending investor payouts as of August 2014 stood at 24.59% and as a % of principal outstanding was at 26.98%. (up from 20% of the principal outstanding at the time of securitization).

#### Annexure I: Pool Level Information

<b>Trust Name</b>	<b>TVSCSL MARCH 2014</b>
<b>Originator</b>	TVS Credit Services Ltd.
<b>Trustee</b>	IDBI Trusteeship Services Ltd
<b>Asset Class</b>	Tractor Loans
<b>Structure</b>	Par
<b>Pool Cut Off Date</b>	28th February 2014
<b>Pool Securitization Date</b>	31-Mar-14
<b>Original Principal Outstanding (Rs.)</b>	593896074.00
<b>Original Rating Assigned</b>	BWR AAA(SO) (Outlook: Stable)

<b>Pool Performance</b>	<b>March 2014(Initial)</b>	<b>Aug-14</b>
Number of Contracts in Pool(beginning of the Period)	2751	2692
Balance Tenure (Months)	52	46
Pool Amortization	0%	25.87%
Credit Enhancement (CE) - Cash Collateral Available (Rs.)	118779215	118779215
CE as a % of Investor Payouts	17.84%	24.59%
CE as a % of Principal Outstanding	20%	26.98%
Cumulative Prepayment as a % of Original Principal Outstanding	NA	1.37%
Annual Conditional Prepayment Rate	NA	1.87%

<b>Delinquency Levels</b>	<b>March 2014(Initial)</b>	<b>Aug-14</b>
Normal	100.00%	96.77%
30+	0.00%	1.76%
60+	0.00%	0.91%
90+	0.00%	0.55%
120+	0.00%	0.01%
180+	0.00%	0.00%

## **Annexure II: Glossary of Terms Used**

<b>Term</b>	<b>Definition</b>
Originator	The bank or financial institution which is the seller of assets that have been securitized
Pool Cut Off Date	The date on which the contracts were deemed to have been transferred to the investor; this could be a date prior to the date of the transaction
Pool Securitization Date	The date on which the contract is signed between the Trustee, Originator and the Investor
Original Principal Outstanding	The principal outstanding of all the contracts at the time of securitization
Number of contracts	The number of contracts at the beginning of the month for which data is provided
Structure	The structure of the transaction is par if the pool is sold at an amount equal to the principal outstanding at the time of securitization and premium if it is sold at an amount higher the principal outstanding. In case of any other specific feature of the transaction, the same will be <b>highlighted</b> .
Amortization	The principal outstanding at the end of the period as a % of the original principal outstanding
Balance Tenure	The number of months remaining for pool maturity
Current Demand/Dues Collection Efficiency	The percentage of amount collected during the time period based on the amount billed during the time period without considering overdues. This does not include prepayments.
Overdue Collection Efficiency	The percentage of overdue amount collected during the time period to the overdue amount billed during the time period. This does not include prepayments.
Cumulative Collection Efficiency	The percentage of total amount collected to date based on the total amount billed to date. This does not include prepayments.
Cumulative Prepayment Rate	The percentage of total amount prepaid as compared to the Original Principal Outstanding
Annual Conditional Prepayment Rate	The annual conditional prepayment rate is calculated based on the monthly prepayment rates observed as a % of the Principal Outstanding at the beginning of the month.  Annual Conditional Prepayment Rate = $1 - (1 - \text{Monthly Prepayment Rate})^{12}$
Delinquency Levels	Delinquency levels are calculated based on the sum of the principal outstanding for contracts (based on 30+, 60+, 90+ etc. buckets) to the total principal outstanding. The denominator can be Original Principal Outstanding/Remaining Principal Outstanding at end of the period(also referred to as Dynamic Delinquencies)
Static Delinquency Levels	Static delinquency levels are calculated considering the principal outstanding based on the delinquency bucket. For e.g., if the delinquency rate for 30+ days is considered, the principal outstanding as of 30 days earlier is considered. Similarly, the static delinquency levels for 60+ buckets are calculated based on the principal outstanding as of 60 days earlier.