

Gradation of Risk

As a company that works with millions of low-to-middle income segment women borrowers, especially from rural India, Spandana places high importance on transparency and Fair business practices. All of Spandana's products and processes are easy to explain and understand. Given the wider spread and breadth of borrower demography, Spandana considers multiple factors including general economic conditions, sectoral trends / outlook, cost of borrowing and efforts involved in serving the customers.

The lending risk is further evaluated on a case-to-case basis considering the inherent risks arising from the borrowers' modest profile, vintage with the organization, past performance and default risk.