

Ms Padmaja Reddy G  
Plot no 31&32,  
Ramky Selenium Towers,  
Ground Floor,  
Nankramguda, Gachibowli,  
Hyderabad -500032

September 22, 2021

*Dear Sir/Madam,*

***Re: Rating Letter for non-convertible debenture (NCD) of Spandana Sphoorthy Financial Limited***

India Ratings and Research (Ind-Ra) is pleased to communicate the rating of

- INR3.4bn non-convertible debentures (NCD): 'IND A' / Outlook Stable.
- INR13.75bn Principal Protected Market Linked Debentures (PP-MLDs): 'IND PP-MLD Aemr' / Outlook Stable

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings' factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors

Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

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It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please email us at [infogrp@indiaratings.co.in](mailto:infogrp@indiaratings.co.in)

Sincerely,

India Ratings

  
Prakash Agarwal  
Director

  
Karan Gupta  
Director

**Annexure: Facilities Breakup**

Instrument Type	ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (INR billion)	Rating/Outlook
NCD	INE572J07232	19-Nov-20	10.8	19-May-22	1.4	IND A/Stable
NCD	INE572J07307	7-Jan-21	11.5	7-Jan-23	0.3	IND A/Stable
NCD	INE572J07349	31-Mar-21	12.5	31-Dec-24	0.25	IND A/Stable
NCD	INE572J07356	31-Mar-21	12.5	15-Sep-24	0.2	IND A/Stable
NCD	INE572J07380	3-Aug-21	10.5	30-Aug-22	0.3	IND A/Stable
PP-MLD	INE572J07240	17-Nov-20	-	16-Feb-22	0.75	IND PP-MLD Aemr/ Stable
PP-MLD	INE572J07299	29-Dec-20	-	29-Dec-23	0.83	IND PP-MLD Aemr/ Stable
PP-MLD	INE572J07331	16-Mar-21	-	16-Mar-23	0.5	IND PP-MLD Aemr/ Stable
PP-MLD	INE572J07364	29-Apr-21	-	29-Apr-23	1.1	IND PP-MLD Aemr/ Stable
PP-MLD	INE572J07380	3-Aug-21		30-Aug-22	0.30	IND PP-MLD Aemr/ Stable
NCDs	Unutilised limit				0.95	IND A/Stable
PP-MLDs	Unutilised limit				10.27	IND PP-MLD Aemr/ Stable

*RA*