



ICRA

ICRA Limited

CONFIDENTIAL

Ref. No.Surv/Chen/184/16-17

August 02, 2016

**Ms. Indrani Singh**  
**Chairman & Managing Director**  
**S.M.I.L.E Microfinance Limited**  
**"The Galaxy"**  
**No. 30, 48<sup>th</sup> Street, 9<sup>th</sup> Avenue**  
**Ashok Nagar**  
**Chennai – 600 083**

Dear Madam,

**Re: Surveillance of ICRA-assigned Credit Rating for Rs.250.00 crore bank facilities of S.M.I.L.E Microfinance Limited (instrument details in *Annexure*)**

As you are aware that in terms of the mandate letter/ rating agreement received from its clients, ICRA is required to review all its ratings, on an annual basis, or as and when the circumstances so warrant.

Please note that the Rating Committee of ICRA, after due consideration, has reaffirmed the rating of the captioned LOC at "[ICRA]BBB-" (pronounced ICRA triple B minus).<sup>†</sup> The Outlook on the long-term rating is **Stable**. The aforesaid rating is valid till June 30, 2017.

The ratings as stated above are specific to the terms and conditions of the LOC as indicated to us by you. In case there is any change in the terms and conditions, or the size of the rated LOC, the same must be brought to our notice immediately. Any such change would warrant a rating review, following which there could be a change in the ratings assigned.

ICRA reserves the right to suspend, withdraw or revise the above rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the rating assigned to you.

You are required to furnish a periodic statement (in the format enclosed) confirming the timeliness of payment of all obligations against the rated debt programme [interest and principal obligations for fund based as well as obligations under LOC/BG for non-fund based facility].

You are also required to inform us forthwith of any default or delay in the payment of interest and/or principal against the rated-debt programme, or any other debt instruments and/or borrowings of your company. Further, you are requested to keep us informed of any other developments that could have a direct or indirect impact on the debt servicing capability of your company, with such developments including, but not limited to, any proposal for re-schedulement or postponement of repayment against any dues and/or debts of your company with any lender(s) and/or investor(s).

<sup>†</sup> For complete rating definition please refer to ICRA Website [www.icra.in](http://www.icra.in) or any of the ICRA Rating Publications.

Karumuthu Centre, 5<sup>th</sup> Floor  
634, Anna Salai, Nandanam  
Chennai - 600035

Tel : +91 - 44 - 45964300  
Fax : +91 - 44 - 24343663  
CIN : L74999DL1991PLC042749

website : [www.icra.in](http://www.icra.in)  
email : [info@icraindia.com](mailto:info@icraindia.com)



ICRA

We thank you for your kind cooperation extended during the course of the rating exercise. Please let us know if you need any clarification.

With regards,

Yours sincerely,  
for ICRA Limited

A handwritten signature in black ink, appearing to read 'K. Ravichandran'. The signature is fluid and cursive, with a long horizontal stroke at the end.

(K. Ravichandran)  
Senior Vice President & Co-Head, Corporate Ratings

A handwritten signature in black ink, appearing to read 'AM Karthik'. The signature is more angular and less fluid than the one on the left, with several sharp peaks and valleys.

(AM Karthik)  
Assistant Vice President

Encl.: as above



ICRA

Format for periodic undertaking

[To be sent periodically to ICRA Limited by email and fax]

The company has been regular in servicing all its principal and interest obligations in a timely manner and there has not been any delay or default (a missed or delayed payment in breach of the agreed terms of the issue) during the specified period. We also confirm that there has been no re-schedulement in regard to any of company's debt obligations. We also confirm that there has been no overdrawal of the drawing power sanctioned by the bank for a period of more than 30 consecutive days in case of bank facilities which do not have scheduled maturity/repayment dates.

*A. Sanjiv*

A handwritten signature in black ink, consisting of several overlapping, stylized strokes that form a cursive name.



ICRA

Annexure

Details of the bank limits rated by ICRA (Rated on long-term scale)

Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)*	Amount (Rs. Crore)	Rating Outstanding	Rating Assigned on
Andhra Bank -TL 5	2.50	[ICRA]BBB- (Stable)	July 29, 2016
Andhra Bank -TL 6	4.38		
Bank of Maharashtra-2	0.76		
Bank of Maharashtra-3	3.60		
Bharatiya Mahila Bank	5.00		
DCB Bank - TL9	1.00		
DCB Bank - TL10	5.00		
IDBI Bank Ltd	0.42		
Karnataka Bank -TL 2	0.83		
Karnataka Bank -TL 3	1.00		
Karnataka Bank -TL 4	5.00		
Lakshmi Vilas Bank Ltd	9.39		
State Bank of India	20.00		
State Bank of India	4.89		
South Indian Bank Ltd. -TL 3	1.25		
South Indian Bank Ltd. -TL 4	5.50		
Union Bank of India	4.79		
Vijaya Bank-TL 3	5.00		
Vijaya Bank-TL 4	13.75		
Proposed Limits	155.94		
<b>Total</b>	<b>250.00</b>		

\*Outstanding as on July 31, 2016

*[Handwritten Signature]*

*[Handwritten Signature]*