

CARE/ARO/RL/2016-17/1582

Mr. Jayendra Patel
Managing Director
Namra Finance Ltd.
501-504, Sakar III, Opp. Old High Court
Off Ashram road
Ahmedabad - 380014

September 20, 2016

Confidential

Dear Sir

Credit rating for Non-Convertible Debentures (NCD) issue

Please refer to our letter dated August 11, 2016 and your request for assigning final rating in lieu of Provisional rating assigned to the NCD issue of Namra Finance Limited (NFL), up to Rs.33.30 crore.

2. Our Rating Committee has confirmed the rating of '**CARE BBB (SO)**' [**Triple B (Structured Obligation)**] assigned to the NCD issue of the company for an aggregate amount up to Rs.33.30 crore (Refer **Annexure I** for terms of the issue).
3. The above rating is based on the credit enhancement in the form of irrevocable and unconditional corporate guarantee extended by Arman Financial Services Ltd (AFSL; rated '**CARE BBB**').
4. The rationale for the rating will be communicated to you separately.
5. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.



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6. CARE reserves the right to suspend/withdraw/revise the rating assigned on the basis of new information or in the event of failure on the part of the company to furnish such information, material or clarifications as may be required by CARE. CARE shall also be entitled to publicize/disseminate such suspension/withdrawal/revision in the assigned rating in any manner considered appropriate by it, without reference to you.
7. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
8. CARE ratings are **not** recommendations to buy, sell or hold any securities.

If you need any clarification, you are welcome to approach us in this regard. We are indeed, grateful to you for entrusting this assignment to CARE.

Thanking you,

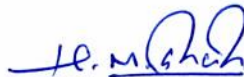
Yours faithfully,



[Varsha Pathai]

Analyst

varsha.pathai@careratings.com



[Hardik Shah]

Sr. Manager

hardik.shah@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure I
Details of rated instrument

Particulars	Final terms of the issue
Issuer of NCD	Namra Finance Limited
Guarantor of NCD	Unconditionally and irrevocably guaranteed by AFSL
Purchaser of NCD	AAV Sarl (Luxemborg)
Principal Amount	Rs.33.30 crore
Issue date	September 09, 2016
Maturity date	February 07, 2020
Coupon	14% p.a.; fixed
Principal Redemption	Sept. 10, 2019: 50% of outstanding principal amount Maturity date: 100% of outstanding principal amount
Coupon Payment dates	Semi-annually on Feb. 17 and August 17 of each year (excluding 17 August 2019) and September 10, 2019 and maturity date)