

January 17, 2018

National Stock Exchange of India Limited
 Listing Department
 Exchange Plaza, 5th Floor,
 Bandra-Kurla Complex, Bandra (East),
 Mumbai - 400051

BSE Limited
 Corporate Services Department
 Phiroze Jeejeebhoy Towers
 Dalal Street,
 Mumbai - 400001

Sub: Updates of Religare Finvest Limited ('the Company/RFL')

Dear Sir(s),

A) We would like to inform you that the **CARE Ratings** has revised the ratings of the below mentioned instrument of the Company, details of which are herein below:

Sr. No.	Instruments	Amount (In Rs. Crore)	Rating Action
1.	Long-term Debt/ Non-Convertible Debentures	36.93 {reduced from 332.05}	Revised from CARE A (Single A) (Credit watch with developing implications) to CARE BBB (Triple B) (Credit watch with developing implications)

The revision in the rating assigned to the aforementioned instruments of the Company by CARE Ratings takes into account *inter-alia* the delay in the sale of various core and non-core businesses at REL level (Religare Enterprises Ltd.) which was expected to reduce the corporate loan book. Ratings are further constrained by slowdown in disbursements and de-growth of loan portfolio, further weakening of the asset quality, amid challenging competitive economic environment, increase in gross NPAs. The rating however continues to derive strength from the large secured lending book with significant coverage.

The ratings continue to be under "Credit Watch with Developing Implications" based on the remarks on Corporate Loan Book as highlighted by the Statutory Auditors of the Company in the last Audited Financial Statements of F.Y. 2016-17.

B) Further, **India Ratings and Research** has revised the ratings of various instruments of the Company as per the following detail:

Sr. No.	Instruments	Amount (In million)	Rating Action
1.	Issuer Rating (Long Term)	-	Rating revised from IND A/RWN to IND BBB/RWN*
2.	Lower Tier 2 sub-debt	INR7,500	Rating revised from IND A/RWN to IND BBB/RWN*



3.	Long-term bank loans	INR150,000	Rating revised from IND A/RWN to IND BBB/RWN*
4.	Long-term debentures	INR30,000	Rating revised from IND A/RWN to IND BBB/RWN*
5.	Commercial paper	INR30,000	Rating revised from IND A1/RWN to IND A3+/RWN*
6.	Short-term bank loans	INR30,000	Rating revised from IND A1/RWN to IND A3+/RWN*

**Rating Watch Negative*

The revision in the rating assigned to the aforementioned instruments of the Company by India Ratings and Research takes into account *inter-alia* increase in stress of RFL's loan portfolio in face of shrinking lending operation and operational challenges, slowdown in disbursements, increase in gross NPAs, reshuffling at the top management level, limited visibility on capital infusion and business restructuring, concerns of Auditors' on internal control and processes in the Auditors Report for F.Y. 2016-17 in respect of corporate loan portfolio as well as certain assignment transactions and refinancing challenges.

You are requested to take the above information on your record and acknowledge the receipt.

Thanking You,

Yours truly

For Religare Finvest Limited



Punit Arora
 Company Secretary

