

CARE/DRO/RL/2016-17/1357

Mr. Deepak Mishra  
Managing Director  
IFCI Venture Capital Funds Limited  
IFCI Tower, 61, Nehru Place,  
New Delhi - 110019

July 01, 2016

**Confidential**

Dear Sir,

**Credit rating for outstanding Non-Convertible Debenture issue**

On a review of recent developments including operational and financial performance of your company for FY16, our Rating Committee has reviewed the following rating:

| Instrument                         | Amount<br>(Rs. crore)   | Rating <sup>1</sup>                  | Remarks           |
|------------------------------------|---|--------------------------------------|-------------------|
| Non-Convertible<br>Debenture Issue | 177.60<br>(Rupees One Hundred Seventy<br>Seven crore and Sixty Lakh only)<br><i>(reduced from 178.30)</i> | <b>CARE BBB+<br/>(Triple B Plus)</b> | <b>Reaffirmed</b> |

2. Refer **Annexure 1** for details of NCDs.
3. The rationale for the rating will be communicated to you separately.
4. 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.
5. 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.

<sup>1</sup> Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications.

*Prachi*

*Anish*

6. Users of this rating may kindly refer our website [www.careratings.com](http://www.careratings.com) for latest update on the outstanding rating.

7. 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.

Thanking you,



[Prachi Agarwal]

Manager

[prachi.agarwal@carerartings.com](mailto:prachi.agarwal@carerartings.com)

Yours faithfully,



[Abhinav Sharma]

Assistant General Manager

[abhinav.sharma@careratings.com](mailto:abhinav.sharma@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 1**  
**Details of Instruments**  
**IFCI Venture Capital Funds Ltd**

**NCD - 1**

| Particulars              | Instrument (s)   |   |   |
|--------------------------|--|---|---|
| Type of Instrument       | Non Convertible Debentures   |   |   |
| Size of the issue        | Rs. 100 crore  |   |   |
| Face Value               | Rs. 0.1 crore per bond   |   |   |
| Date of allotment        | January 2012   |   |   |
| Rate of Interest         | 10.75% per annum   |   |   |
| Reset date and terms     | NA   |   |   |
| Option                   | Option 1   | Option 2  | Option 3 - redeemed   |
| Tenor                    | 10 year  | 10 year   | 3 year  |
| Put Call                 | At par at the end of 3 <sup>rd</sup> year, 5 <sup>th</sup> year and 7 <sup>th</sup> year resp.   | At par at the end of 5 <sup>th</sup> and 7 <sup>th</sup> year resp.   | At par at the end of 1 <sup>st</sup> year and 2 <sup>nd</sup> year resp.  |
| Redemption               | At par on exercising put/call option at the end of 3 <sup>rd</sup> year or 5 <sup>th</sup> year or 7 <sup>th</sup> year or at the end of 10 <sup>th</sup> year from deemed date of allotment, whichever is earlier i.e 24 <sup>th</sup> Jan 2022 | At par on exercising put/call option at the end of 5 <sup>th</sup> year or 7 <sup>th</sup> year or at the end of 10 <sup>th</sup> year from deemed date of allotment whichever is earlier i.e 24 <sup>th</sup> Jan 2022 | At par on exercising put/call option at the end of 1 <sup>st</sup> or 2 <sup>nd</sup> year or at the end of 3 <sup>rd</sup> year from deemed date of allotment whichever is earlier i.e 24 <sup>th</sup> Jan 2015 |
| ISIN Number              | INE727M09026   | INE727M09018  | INE727M09034  |
| Purpose                  | General Corporate Purpose  |   |   |
| Security                 | First pari passu charge on the receivables of the company  |   |   |
| Mode of Issue            | Promissory Notes   |   |   |
| O/s as on March 31, 2016 | Rs. 78.30 crore  |   |   |

**NCD - 2**

| Particulars                         | Instrument (s)   |  |
|-------------------------------------|--|--|
| Type of Instrument                  | Non Convertible Debentures   |  |
| Size of the issue                   | Rs. 64.20 crore  |  |
| Face Value                          | Rs. 0.01 crore per bond  |  |
| Date of allotment                   | October 2012   |  |
| Rate of Interest                    | 10.25% per annum (semi-annual)   |  |
| Reset date and terms, if applicable | NA   |  |
| Option                              | Option – 1   | Option – 2   |
| Tenor                               | 5 Years  | 10 Years   |
| Put Call                            | Nil  | At par, at the end of 7 <sup>th</sup> year   |
| Redemption                          | At par at the end of 5 <sup>th</sup> year from deemed date of allotment i.e 16 <sup>th</sup> Oct, 2017 | At par on exercising put/ call option at the end of 7 <sup>th</sup> year or at the end of 10 <sup>th</sup> year from deemed date of allotment, whichever is earlier i.e 16 <sup>th</sup> Oct, 2022 |
| ISIN Number                         | INE727M09059   | INE727M09067   |
| Purpose                             | General Corporate Purpose  |  |

| Particulars              | Instrument (s)  |
|--------------------------|---|
| Security                 | First pari passu charge on the receivables of the company |
| Mode of Issue            | Promissory Notes  |
| O/s as on March 31, 2016 | Rs. 64.20 crore   |

### NCD - 3

| Particulars              | Instrument (s)   |
|--------------------------|--|
| Type of Instrument       | Non Convertible Debentures   |
| Size of the issue        | Rs. 15.10 crore  |
| Face Value               | Rs. 0.01 crore per bond  |
| Date of allotment        | February 2013  |
| Rate of Interest         | 10.15% per annum   |
| Reset date and terms     | NA   |
| Tenor                    | 10 years   |
| Put Call                 | At par, at the end of 5 <sup>th</sup> year from the deemed date of allotment                           |
| Redemption               | At par at the end of 10 <sup>th</sup> year from deemed date of allotment i.e 18 <sup>th</sup> Feb 2023 |
| ISIN Number              | INE727M09075   |
| Purpose                  | General Corporate Purpose  |
| Security                 | First pari passu charge on the receivables of the company  |
| Mode of Issue            | Promissory Notes   |
| O/s as on March 31, 2016 | Rs. 15.10 crore  |

### NCD - 4

| Particulars                  | Instrument (s)   |
|------------------------------|--|
| Type of Instrument           | Non-Convertible Debentures                                     |
| Size of the issue            | Rs. 20.00 crore  |
| Face Value                   | Rs. 0.1 crore per bond   |
| Date of allotment            | October 10, 2014   |
| Rate of Interest             | 10.80% per annum   |
| Reset date and terms, if any | NA   |
| Tenor                        | 10 years   |
| Put Call                     | NA   |
| Redemption                   | At par at the end of 10 years from allotment i.e. Oct 10, 2024 |
| ISIN Number                  | INE727M09083   |
| Purpose                      | General Corporate Purpose                                      |
| Security                     | First pari passu charge on the receivables of the company      |
| Mode of Issue                | Promissory Notes   |
| O/s as on March 31, 2016     | Rs. 20.00 crore  |

**Total NCDs outstanding (NCD 1 + NCD 2 + NCD 3 + NCD 4):      Rs. 177.60 crore**