

Mr. Jayesh P. Khandwala

Director, KIFS Financial Services Limited,
B-81, Pariseema Complex,
C.G. Road, Ellisbridge,
Ahmedabad – 380006,
Gujarat.

Dear Sir,

Re: ICRA-assigns Credit Rating for Rs. 25 crore Line of Credit of KIFS Financial Services Limited (instrument details in Annexure)

Please refer to your Rating Requisition dated September 30, 2016 and the subsequent Rating Agreement of September 30, 2016 for carrying out the rating of Rs. 25 Cr. Lines of Credit (LOC). The Rating Committee of ICRA, after due consideration, has assigned a long-term rating of **[ICRA]BBB+** (pronounced ICRA triple B plus) with a stable outlook to the captioned LOC¹.

The aforesaid ratings are valid till **November 14, 2017**.

The ratings are specific to the terms and conditions of the LOC as indicated to us by you, and any change in the terms or size of the same would require a review of the ratings by us. 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 before the facility is used by you. In the event such changes occur after the ratings have been assigned by us and their use has been confirmed by you, the ratings would be subject to our review, following which there could be a change in the ratings previously assigned.

ICRA reserves the right to suspend, withdraw, or revise the above ratings at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the ratings assigned.

The rating, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold the Debt instruments issued by you. The Rating assigned to the Bank facility of your company shall require revalidation if there is any change in the size or structure of the Rated Bank facility.

You are required to furnish a periodic statement 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).

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


Ankit Patel
Assistant Vice President



Aashay Choksey
Senior Analyst

¹ For complete rating definition please refer to ICRA Website www.icra.in or any of the ICRA Rating Publications



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.

Annexure

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

Name of the Bank	Amount (In INR Crores)	Rating
Unallocated Lines	25.00	[ICRA]BBB+ (stable)
Total	25.00	[ICRA]BBB+ (stable)