

**CARE/HO/RL/2018-19/2276**

**Mr. Ravindra Sudhalkar**

Chief Executive Officer

**Reliance Home Finance Limited**

Reliance Centre, 6<sup>th</sup> Floor, South Wing,

Off Western Express Highway, Santa Cruz (E),

Mumbai – 400055

July 23, 2018

**Confidential**

Dear Sir,

**Credit rating for various long-term instruments**

Please refer to our letter dated December 19, 2017 and April 27, 2018 and your request for revalidation of the rating assigned to the non-convertible debentures, market linked debentures and subordinated debt issue of your company.

2. The following rating has been reviewed:

Instrument	Rated amount (Rs. crore)	Outstanding amount as on June 30, 2018 (Rs. crore)	Rating <sup>1</sup>	Remarks
Non-convertible debentures (with detachable warrants)	2000.00 (Rupees Two Thousand Crore Only)	Nil	<b>CARE AA+ (Double A Plus) (Credit watch with developing implications)</b>	Continues on credit watch
Principal Protected Market Linked Debenture	300.00 (Rupees Three Hundred Crore Only)	156.35 (Rupees One Hundred And Fifty Six Crore Thirty Five Lakhs Only)	<b>CARE PP-MLD AA+ (PP-MLD Double A Plus) (Credit watch with developing implications)</b>	Continues on credit watch
Subordinated debt	400.00 (Rupees Four Hundred Crore Only)	338.00 (Rupees Three Hundred And Thirty Eight Crore Only)	<b>CARE AA+ (Double A Plus) (Credit watch with developing implications)</b>	Continues on credit watch
Non-Convertible Debenture – Public Issue	3000.00 (Rupees three thousand crore only)	2618.27 (Rupees Two thousand six hundred and eighteen crore twenty seven lakhs only)	<b>CARE AA+ (Double A Plus) (Credit watch with developing implications)</b>	Continues on credit watch
Upper Tier II Bonds – Public Issue	500.00 (Rupees Five	435.71 (Rupees Four hundred	<b>CARE AA (Double A)</b>	Continues on credit

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

	hundred crore only)	and thirty five crore seventy one lakh only)	(Credit watch with developing implications)	watch
Upper Tier II Bonds – Pvt. Placement	100.00 (Rupees One hundred crore only)	Nil	CARE AA (Double A) (Credit watch with developing implications)	Continues on credit watch
Proposed Non-Convertible issue	1000.00 (Rupees One thousand crore only)	Nil	CARE AA+ (Double A Plus) (Credit watch with developing implications)	Continues on credit watch

2. The rating of RHFL is placed on 'credit watch with developing implications' following its parent company, Reliance Capital Limited (RCL), being put on 'credit watch with developing implications' due to its exposure to Reliance Communications Ltd. (rated CARE D) and its group companies. The recovery from the aforementioned exposure by RCL in a timely manner is a key rating monitorable.

3. Please arrange to get the rating revalidated, in case the proposed issue is not made within six months from the date of this letter.

4. Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

AG

Instrument type	ISIN	Issue Size (Rs cr)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Debenture Trustee	Details of top 10 investors
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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.

6. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the debt

CARE Ratings Limited  
(Formerly known as Credit Analysis & Research Limited)

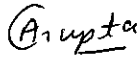
instruments, CARE shall carry out the review on the basis of best available information throughout the life time of such instruments. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.

7. Users of this rating may kindly refer our website [www.careratings.com](http://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.

Thanking you,

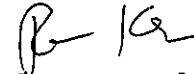
Yours faithfully,



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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/outlooks 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 /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook 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.

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