

## Suzlon Energy Ltd — 06 Oct 2025 Credit Rating Summary

Based on the ICRA rating actions provided for **Akara Capital Advisors Private Limited** (Stashfin) and the broader sectoral context in the report list, here is the equity-focused credit summary.

Section	Details
<b>Agency</b>	ICRA
<b>Rating Change</b>	<b>Reaffirmed</b> (Amount Enhanced)
<b>Outlook (Current vs Previous)</b>	<b>Stable</b> (Implied by reaffirmation)
<b>Key Drivers of Change</b>	<ol style="list-style-type: none"> <li><b>Resource Mobilization:</b> Successful assignment of Provisional [ICRA]A(SO) for PTCs (PLATINUM WELL-2026) indicates strong secondary market liquidity for its loan book.</li> <li><b>Operational Scaling:</b> Rating reaffirmation alongside "enhanced rated amounts" signifies the agency's comfort with the company's ability to scale AUM without deteriorating asset quality.</li> <li><b>Funding Diversity:</b> Utilization of Structured Obligations (SO) to lower the cost of borrowing for personal loan receivables.</li> <li><b>Macro Tailwinds:</b> India's GDP growth forecasted at 7.1% (FY2027) supports the unsecured lending environment.</li> </ol>
<b>Rated Instruments</b>	<ul style="list-style-type: none"> <li><b>PTCs (PLATINUM WELL-2026):</b> Provisional [ICRA]A(SO)</li> <li><b>Bank Facilities:</b> [Reaffirmed &amp; Enhanced] (Value not specified in snippet, typically ₹100s Cr for this tier)</li> </ul>
<b>Key Observations</b>	<ul style="list-style-type: none"> <li><b>Strength:</b> Proven ability to securitize personal loan receivables (PTC issuance).</li> <li><b>Strength:</b> Ability to secure higher limits from lenders, indicating trust in the fintech-lending model.</li> <li><b>Positive:</b> Operates in a robust macro environment with 10M FY2026 volumes showing "robust YoY growth."</li> <li><b>Risk:</b> Exposure to unsecured personal loans, which are sensitive to interest rate cycles.</li> <li><b>Risk:</b> Potential impact of "New Gratuity Rules" on corporate India could marginally affect the repayment capacity of their salaried borrower base.</li> <li><b>Risk:</b> Sector-wide "stress in mid-sized firms" could lead to higher credit costs if systemic defaults rise.</li> </ul>
<b>Investor Impact</b>	<ul style="list-style-type: none"> <li><b>Growth:</b> Enhancement of rated debt signals aggressive AUM growth targets for FY2026-27.</li> <li><b>Margins:</b> Shift toward PTCs/SO ratings (A-grade) suggests a strategy to optimize interest spreads.</li> <li><b>Leverage:</b> Increasing debt levels; watch for Debt/Equity ratios as they scale.</li> <li><b>Dilution:</b> No immediate signal of equity raise; firm is currently focusing on debt-led expansion.</li> </ul>
<b>Agency / Cross Analysis</b>	<p><b>Same Agency (ICRA):</b> Alignment remains consistent with the previous review; however, the shift to "Provisional [ICRA]A(SO)" for new issuances shows an evolution in funding strategy towards structured finance.</p> <p><b>Market Context:</b> While Akara (Stashfin) is expanding, ICRA simultaneously downgraded Prateek Apparels to "Non-Cooperating," highlighting a widening credit gap between high-growth Fintech and struggling traditional MSME sectors.</p>
<b>Final Inference</b>	<p><b>Real Improvement:</b> The rating reaffirmation during a limit enhancement is a "Green Flag" for equity holders. It confirms that the business is scaling its balance sheet with the blessing of credit markets, though systemic "mid-sized firm stress" warrants a cautious eye on asset quality.</p>