

Carysil Ltd — 09 Sep 2020 Credit Rating Summary

This summary is based on the ICRA rating actions for **Akara Capital Advisors Private Limited** (operating as the fintech lender **Stashfin**) as per the provided report dates of February and March 2020.

Section	Details
Agency	ICRA
Rating Change	Reaffirmed (Base entity rating) / Provisional [ICRA]A(SO) assigned to new PTCs.
Outlook (Current vs Previous)	Stable (Implied by reaffirmation and enhancement of rated limits).
Key Drivers of Change	<ol style="list-style-type: none"> Asset Growth: Rated amount "enhanced," indicating a scale-up in the loan book (AUM). Resource Diversification: Successful use of structured finance (PTCs) to diversify funding mix. Credit Enhancement: The [ICRA]A(SO) rating is driven by the internal credit triggers and cash collateral in the "PLATINUM WELL-2026" pool.
Rated Instruments	1. PTCs (Platinum Well-2026): Amount [TBD]*
Key Observations	<ul style="list-style-type: none"> • Growth Momentum: The enhancement of rated limits suggests aggressive disbursement targets. • Securitization Strength: Ability to achieve an 'A(SO)' rating on personal loan pools indicates high quality of underlying seasoning/selection. • Unsecured Risk: Core business is personal loans, which carry inherent credit sensitivity to economic cycles. • Liquidity Management: Use of PTCs provides immediate liquidity and capital relief for further lending.
Investor Impact	<ul style="list-style-type: none"> • Growth: Positive signal; higher rated limits support AUM expansion without immediate equity dilution. • Margins: Securitization often reduces the cost of funds compared to direct bank borrowing, potentially protecting NIMs. • Leverage: Increased rated amount suggests higher leverage on the balance sheet to fuel growth.
Agency / Cross Analysis	<p>Same Agency: Compared to the previous review, ICRA has moved from merely monitoring to enhancing limits, signaling confidence in the company's collection efficiency and tech-led underwriting. The assignment of a provisional SO rating suggests a new pipeline of structured exits for their loan assets.</p> <p>Conclusion: Improvement. The reaffirmation alongside an "enhanced amount" is a classic signal of a scaling business with stable credit fundamentals.</p>
Final Inference	Real Growth Signal. The expansion of rated debt limits combined with successful securitization (PTCs) indicates that the lender is maturing. For equity investors, this means the platform can scale AUM using debt, delaying the need for dilutive equity rounds.

**Note: The provided text identifies that the amount was "enhanced" and a "provisional rating" was assigned, but the specific Cr values were not visible in the summary snippet provided. In a full report, these would be extracted from the "Rating History" table.*