Viksit Capital Private Limited

(Erstwhile known as IREP Credit Capital Private Limited)

July 27, 2026

Rating Action

Total Bank Loan Facilities Rated	**Rs. 103.89 Crore (Reduced from Rs 300.00 Crore)**	**Regulator^**
Long Term Rating	**IVR BBB /Positive (Withdrawn) (Rating upgraded; Removed from watch with Developing Implications, Positive outlook assigned and simultaneously Withdrawn)**	**RBI**
^Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.		

Refer Annexures for details of facilities/instruments, facility wise lender details, and detailed explanation of covenants.

Note: *None of the Directors on Infomerics Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.*

Rationale

Infomerics has removed the ratings of Viksit Capital Private Limited (VCPL) from Watch with Developing Implications and upgraded them, while revising the outlook to Positive, reflecting the successful completion of the ownership transition in November 2025 and the consequent equity infusions of Rs. 401.55 crore, followed by a further infusion of approximately Rs. 157.19 crore on June 29, 2026. These capital infusions have significantly strengthened the company's capitalisation profile, with the CRAR improving to 98.77%, providing substantial headroom to support its planned business expansion.

Subsequently, the ratings have been withdrawn at the request of the company following the receipt of requisite no-objection certificates from the lenders, in accordance with Infomerics policy on withdrawal of ratings.

Outlook: Positive

The Positive Outlook reflects the expectation of a sustained scale-up in the secured MSME lending portfolio, supported by strengthened governance and risk management practices under the new ownership. The outlook also factors in the company's improved financial flexibility, prospects for a gradual restoration of profitability through operating leverage, and the expectation of maintaining stable asset quality while expanding its business model.

Analytical Approach

Approach	Comments
Consolidation/ Standalone	Standalone
Parent/ Group Support	Not applicable

Key Rating Drivers with Detailed Description

Strengths

- **Healthy Capitalisation level**

  VCPL's capitalisation profile has strengthened significantly following the strategic equity infusions received since November 2025. The company raised approximately Rs. 401.55 crore in November 2025 from Vixar Fund I LLP, NSFO Ventures and other investors, followed by a further equity infusion of approximately Rs. 157.19 crore through a preferential allotment via a private placement completed on June 29, 2026. These capital raises have materially enhanced the company's net worth and loss absorption capacity while providing adequate capital to support its revamped business strategy. Consequent to the November 2025 capital infusion, the company's capital adequacy ratio (CRAR) improved sharply to 98.77% as on March 31, 2026, compared with 34.44% as on March 31, 2025. Further, the management has adopted a calibrated growth strategy with increased focus on secured lending and higher-ticket exposures, which is expected to support portfolio stability and improve risk-adjusted returns over the medium term.

- **Robust capital position and Enhanced strategic oversight**

  VCPL's credit profile continues to derive significant strength from the aggregate equity infusion of approximately ~Rs. 559 crore received since November 2025, comprising Rs. 401.55 crore raised during November 2025 and an additional Rs. 157.19 crore infused in June 2026.

  The induction of reputed institutional investors including Vixar Fund I LLP, NSFO Ventures, NIIF Private Markets Fund II and HDFC AMC Select AIF FOF-I, along with participation from senior management personnel, has further strengthened the ownership profile and governance framework. The presence of these investors is expected to provide strategic oversight, institutional governance practices and long-term growth capital, thereby supporting the company's business transformation and scale-up plans. Going forward, the strengthened capital base and diversified shareholder profile

are expected to facilitate sustainable growth while maintaining comfortable capital adequacy and leverage levels.

- **Strategic Shift in Business Model Expected to Support Growth**

  VCPL has transitioned from a high-risk lending model focused on informal borrower segments such as dairy, cattle and small rural businesses to a secured MSME-focused lending franchise with lending primarily backed by self-occupied residential and commercial properties. The revised business model is supported by tighter underwriting standards, conservative average LTV levels of around 55%, and a focus on larger ticket-size loans. Reflecting the ongoing transition, the company's on-book AUM grew by 46% YoY to Rs. 344.82 crore in FY26 from Rs. 234.75 crore in FY25. Going forward VCPL's ability to achieve growth in AUM while maintaining the improved asset quality profile, profitability and underwriting discipline will remain a key monitorable.

- **Strong Promoter and Management Oversight Following Acquisition**

  Following the acquisition, VCPL has strengthened its governance framework through the appointment of a new Board of Directors and a revamped senior management team. The Board is led by experienced professionals from Vixar, including Amol Jain, along with investor representatives, and the company has appointed two Independent Directors to further enhance governance. The management team, headed by Pramod Dubey, Managing Director and CEO, comprises seasoned professionals with extensive experience across business, risk, collections, operations, finance, technology, and human resources functions

Weaknesses

- **Average Asset Quality**

  The asset quality profile improved significantly with Gross NPA(GNPA) and Net NPA (NNPA) to 1.52% and 0.76% respectively as on March 31, 2026 compared to 9.59% and 8.27% as on March 31, 2025, due to following the acquisition by Vixar the new management initiated a comprehensive clean-up of the balance sheet, aggressively net writing off Rs. 68.58 crore in legacy bad loans and NPA loans transferred to ARC, sold for consideration of ~Rs. 19.5 crore as on March 31, 2026. This proactive strategy successfully reset the GNPA and NNPA to a much healthier level. Additionally, the company has created a management overlay provision of ~Rs. 30 crore (representing

over 10% cover on the residual legacy book) to proactively ring-fence any future losses that may arise from the remaining legacy exposures. Going forward, the company's ability to sustain the improved asset quality profile while maintaining prudent underwriting standards will remain key monitorable.

- **Weak profitability coupled with high operating cost**

  VCPL reported a net loss of ~Rs.101.08 crore in FY26, compared to a net loss of Rs. 24.60 crore in FY25. While the FY26 loss is largely attributable to one-time provisioning and write-offs of ~Rs. 98.28 crore undertaken as part of the new management's balance sheet clean-up, the underlying operating profitability remains weak.

  Total income declined from Rs. 102.38 crore in FY25 to Rs. 97.46 crore in FY26, reflecting suppressed disbursements during the ownership transition period. Against this, employee costs rose sharply from Rs. 58.22 crore in FY25 to Rs. 74.15 crore in FY26 driven by the onboarding of a largely new senior management team. The company expects improvement in its financial performance in future will remain key monitorable.

Liquidity –Adequate

As of March 31, 2026, the VCPL's net worth reached Rs.405.67 crore following the equity infusion by Vixar and NSFO, also cash and Bank stood at Rs. 135.49 crore. Additionally, the liquidity profile remains robust with no negative mismatches in the ALM as of March 31, 2026.

Rating Sensitivities: Not applicable

About the Company

Viksit Capital Private Limited (formerly known as IREP Credit Capital Private Limited), renamed vide MCA certificate dated April 09, 2026, is a Reserve Bank of India (RBI) registered non-deposit taking Non-Banking Financial Company (NBFC) since July 02, 2008. The company is primarily engaged in secured MSME lending through Loans Against Property (LAP), catering to micro, small, and medium enterprises in Tier III and Tier IV cities across Andhra Pradesh, Telangana, and Karnataka. As of March 31, 2026, the company operates through 93 branches with a team of 860+ employees

Key Financial Indicators (Standalone):

For the year ended* / As on	31-03-2025	31-03-2026
	Audited	Audited
Total Operating Income	102.38	97.46
PAT	(24.60)	(101.08)
Tangible Net worth	105.05	405.67
Total Asset	366.60	632.26
Ratios		
NIM (%)	12.63	14.78
ROTA (%)	(6.66)	(20.96)
Total CAR (%)	34.44%	98.77%
Gross NPA [Stage III] (%)	9.59%	1.52%
Net NPA [Stage III] (%)	8.27%	0.76%

**Classification as per Infomerics' standards; Amount in Rs. Crore; Source: Company*

Applicable Criteria

Rating Methodology for Financial Institutions/NBFCs

Financial Ratios & Interpretation (Financial Sector)

Criteria for assigning Rating outlook.

Complexity Level of Rated Instrument/Facilities

Policy on Default Recognition and Post-Default Curing Period

Policy for placing ratings on Rating watch

Policy on Withdrawal of Ratings

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years

Sr. No.	Instruments/ Facilities	Current Ratings (Year 2026-27)			Rating History for the past 3 years			
		Type (Long Term/ Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2025-26		Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24
					July 03, 2025	April 17, 2025	September 20, 2024	
1.	Fund based facilities	LT	103.89	IVR BBB /Positive (Withdrawn)	IVR BBB/ RWDI	IVR BBB /RWDI	IVR BBB /Stable	--

Annexure 1: Instrument/Facility Details

Name of Facility / /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook	Listing Status	Regulator^	Complexity Indicator
Term Loan	NA	NA	NA	--	0.00* (Reduced From 3.06)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	03-05-2029	57.26@	IVR BBB /Positive (Withdrawn)	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 0.17)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* 0.00* (Reduced From 7.08)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	02-10-2027	3.22@	IVR BBB /Positive (Withdrawn)	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 4.37)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 10.62)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 26.34)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	05-05-2028	32.76@	IVR BBB /Positive (Withdrawn)	NA	RBI	Simple

Name of Facility / /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook	Listing Status	Regulator^	Complexity Indicator
Term Loan	NA	NA	NA	--	0.00* (Reduced From 15.00)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 0.27)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	15-11-2027	7.08@	IVR BBB /Positive (Withdrawn)	NA	RBI	Simple
Term Loan	NA	NA	NA	28-09-2027	3.57@	IVR BBB /Positive (Withdrawn)	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 1.78)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 44.46)	Withdrawn	NA	RBI	Simple
Term Loan	NA	NA	NA	--	0.00* (Reduced From 1.04)	Withdrawn	NA	RBI	Simple
Proposed Term Loan	NA	NA	NA	--	0.00# (Reduced From 146.53)	Withdrawn	NA	RBI	Simple

*Term loans from various NBFCs/Banks that was rated in last rating exercise has been closed and 'No dues Certificate' received from the bank who have extended the facilities which is rated by Infomerics and 'it is in line with Infomerics' policy of Withdrawal of the rating'.

^Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

Annexure 2: Facility wise lender details:

https://infomericstorage.blob.core.windows.net/uploads/len_viksitcap_july26_7e6dbbab4a.pdf

Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not applicable

Annexure 4: List of companies considered for Consolidated: Not applicable

Annexure 5: List of activities / instruments and names of regulators

Sr. No.	Instrument / activity Name	Regulator of the instrument
1	Listed/Proposed to be listed Bonds/Debentures/Preference Shares	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference Shares	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI) *	SEBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI) *	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank / NBFCs/ NHB/ FIs ^	RBI
9	External Commercial Borrowings/Loans from overseas lenders/Loans from Multilaterals	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs, Banks, HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	Refer foot note
15	Issuer Ratings #	Refer foot note
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts	SEBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (For Loan Facilities [Fund/Non-Fund based] from Banks/NBFCs/NHB/FIs)	RBI

22	Expected Loss Ratings (Listed / Proposed to be listed Bonds / Debentures / Preference Shares (all securities))	SEBI
23	Expected Loss Ratings (Unlisted / Proposed to be unlisted Bonds/ Debentures / Preference Shares (all securities))	MCA
24	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) @	Investor-side Regulator such as IRDAI, PFRDA

Footnotes:

** Includes securitisation transactions involving assignee payout, acquirer's payout.*

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In Press Release(s) subsequent to issuance(s), CRA shall separately capture the rated quantum details along with names of respective regulators.

 # There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

@ These ratings were assigned during regulatory regime prior to the introduction of SEBI CRA Circular dated Feb 10, 2026 and accordingly, investor side regulators have been included.

Analytical Contact

Name: Amey Joshi

Tel no: (022) 6239 6023

Email: amey.joshi@infomerics.com

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