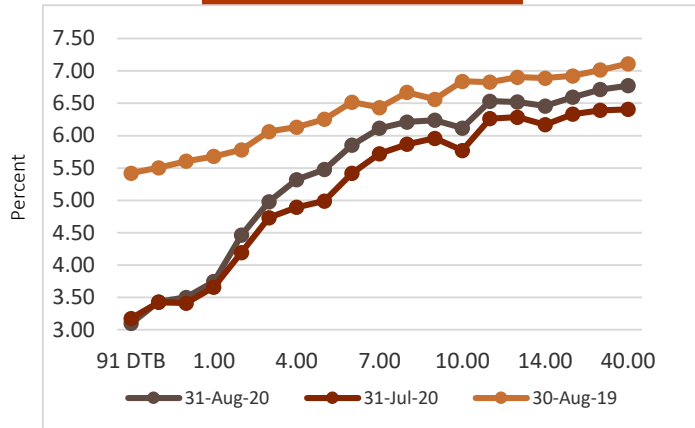


Market Overview

Yield Curve*

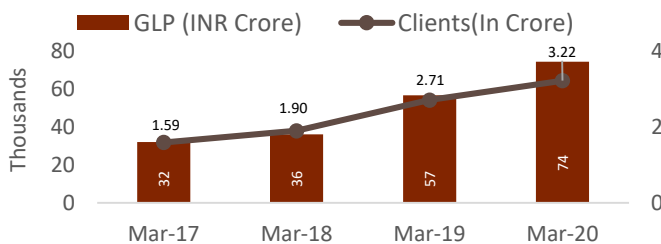


NBFC Bond Spread Over G-Sec Benchmark Indices*

Tenor	3 Year Spread	5 Year Spread	10 Year Spread
AAA	63	45	93
AA	185	146	166
A	456	422	431
A-	506	472	481
BBB+	531	497	506
BBB	556	522	531
BBB-	606	572	581

In August 2020, the G-Sec bonds prices fell which was evident as the G-Sec yield for all maturities increased by an average of 33 bps compared to their levels on 31st July 2020. The 10-year G-sec yield closed at 6.12%, up 35 bps from its previous level. In its recent MPC, RBI has kept the repo rate unchanged at 4.00%. With the government's focus on unlocking the economy and the early indications of a healthy kharif season, there are expectations of a faster economic revival. However, rapidly increasing COVID-19 cases in India, declining economic activity globally and a higher than expected GDP contraction in the 1st quarter of FY 21 of -23.9%, will keep the bonds yields under pressure.

Microfinance in India – A Snapshot**



Indicator	As of Mar 2020	As of Mar 2019	YoY Change
Gross Loan Portfolio (INR CR)	74,371	56,683	31%
Clients (Crore)	3.22	2.71	19%

Financial Inclusion news***

- ✓ Multiple entities raised capital from the RBI backed TLTRO scheme in the last month, thereby improving the liquidity of the sector.
- ✓ New Delhi based Aviom India housing finance raised \$5 million debt from IndusInd bank backed by a guarantee from US based DFC (erstwhile OPIC).
- ✓ Symbiotics, a market access platform for impact investing, has arranged a Social Bond, raising USD 6.75 million in local currency (INR 506,250,000) for Samunnati Financial Intermediation & Services Private Limited. This Social bond will be listed on the Luxembourg stock exchange.
- ✓ As per the finance ministry, banks have disbursed more than Rs 1 lakh crore under the Rs 3-lakh crore Emergency Credit Line Guarantee Scheme (ECLGS) for the MSME sector, impacted by the economic slowdown due to COVID-19. At the same time, sanctioned amount have surged past Rs 1.50 lakh crore at the end of August under the 100 per cent ECLGS for micro, small and medium enterprises.

Recent NCD Issuance****

S. No.	Issuer	Issue Month	Seniority	Secured	Size (INR Crore)	Coupon	Tenor	Rating
1	Annapurna Finance Private Limited	Aug-2020	NA	Yes	50.00	10.75%	1.5 Yrs	A-
2	Aye Finance Private Limited	Aug-2020	NA	Yes	50.00	10.10%	1.5 Yrs	A-
3	Centrum Financial Services Limited	Aug-2020	NA	Yes	40.00	9.25%	1.25 Yrs	A-
4	Clix Capital Services Private Limited	Aug-2020	NA	Yes	65.00	9.30%	1.5 Yrs	A+
5	Ess Kay Fincorp Limited	Aug-2020	NA	Yes	74.90	9.25%	1.5 Yrs	A

Top 10 MFI** (excluding SFB's)

01	GrameenKoota	GLP 9,896 Cr	06	AROHAN	GLP 4,854 Cr
02	CSAIB	GLP 7,220 Cr	07	ANNADUJENA	GLP 4,030 Cr
03	SPANDANA	GLP 6,829 Cr	08	Fusion	GLP 3,607 Cr
04	Ujjivan	GLP 5,503 Cr	09	WATKINS	GLP 3,400 Cr
05	muthoot	GLP 4,932 Cr	10	BELSTAR	GLP 2,630 Cr

UC Recent Deals Closed

Aviom India Housing	Aviom India Housing	Shiksha Finance	Save Solutions	Secondary stake sale for HFC
DFC guarantee backed TL INR 35 Cr	NCD INR 5.00 Cr	NCD INR 28.60 Cr	Equity INR 120 Cr	Equity INR 25.70 Cr

Disclaimer: The information contained herein is of a general nature and is not intended to address the facts and figures of any particular individual or entity. The content provided here treats the subjects covered here in condensed form. It is intended to provide a general guide to the subject matter and should not be relied on as a basis for business decisions. The information provided herein is from public domain except the transactions done by Unitus Capital (UC). UC does not take any responsibility for any errors or omissions thereto.

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*Source – FIMMDA, BRICS online **Source – MFIM Micrometer as on Mar 2020
 Source – News Reports, VC Circle *Source – NSDL / BSE