SKS Microfinance Limited
Head Office: 3rd Floor, My Home Tycoon, Block A, 6-3-1192
Kundanbagh, Begumpet, Hyderabad - 500 016, Andhra Pradesh, India
T: +91 40 4452 6000 F: +91 40 4452 6001
info@sksindia.com I www.sksindia.com

SKS Microfinance Limited completes Rs. 215 crore securitization

Mumbai, December 19, 2013: SKS Microfinance Limited today announced the third substantial microfinance securitization during the current financial year of Rs. 215 crore. The first two substantial securitizations being Rs. 321 crore (announced by the Company on September 30) and Rs. 80.81 crore (on December 11).

"With this, the total sum of securitizations completed for FY-14 (YTD) is Rs. 616.81 crore," said S. Dilli Raj, Chief Financial Officer, SKS Microfinance Limited. "This transaction is priced at a good 200 basis points lower than our cost of borrowing for the previous quarter."

SKS Microfinance Limited has downloaded the receivables from micro loans extended to more than 2,50,000 rural women entrepreneurs to a Special Purpose Vehicle, and Pass Through Certificates (PTCs) have been purchased by a major private sector bank. The entire pool qualifies for priority sector treatment as per RBI's priority sector lending guidelines.

Notably, 27% of the pool is from women entrepreneurs from Scheduled Castes and Scheduled Tribes, 21% from minorities, 37% from Backward Castes and the remaining 14% from women belonging to the Other Castes. The entire pool comprises receivables from women entrepreneurs from weaker sections.

The pool is rated A + (SO) by a leading rating agency signifying 'adequate degree of safety regarding timely servicing of financial obligation'. Such instruments carry low credit risk.

The pool is structured with geographical diversity as it comprises receivables from 14 non-Andhra Pradesh states and has been subjected to a seasoning of three months.

About SKS Microfinance Limited:
SKS Microfinance Limited is among the largest microfinance companies in India with presence across 15 states covering 1,00,000 villages. The states include: Andhra Pradesh, Karnataka, Maharashtra, Odisha, Madhya Pradesh, Bihar, Uttar Pradesh, Rajasthan, Uttaranchal, Haryana, West Bengal, Jharkhand, Chhattisgarh, Kerala and Punjab. The Company’s mission is to provide financial services to the economically weaker sections.

For further details, contact: J S Sai/ +91 9849199455/ sai@sksindia.com