

ANNEXURE A: Average one-year, two-year and three-year cumulative default rates (based on weighted average) each for:

- I. Last 10-financial year's period (Long-run average default rates)
- II. 24, 36 and 48 most recent cohorts, respectively (Short-run average default rates)

ANNEXURE A.1. – Long-run average default rates for long term instruments

Period: April 2011 to March 2022

Rating Category	1-Year Default Rate	2-year Cumulative Default Rate	3-year Cumulative Default Rate
AAA	0.01%^	0.07%^	0.16%
AA	0.06%*	0.24%	0.46%
A	0.15%	0.64%	1.21%
BBB	0.65%	1.72%	2.87%
BB	2.67%	5.24%	7.60%
B	5.51%	10.30%	14.03%
C	16.35%	26.66%	33.10%

^On account of one default in fiscal 2020 that occurred due to an unexpected legal event

**Since fiscal 2020, there have been two defaults – between fiscals 2020 and 2021. These were due to an unexpected legal event and the Covid-19 pandemic.*

ANNEXURE A.2. – Long-run average default rates for short term instruments

Period: April 2011 to March 2022

Rating Category	1-Year Default Rate
A1+	0.03%
A1	0.30%
A2	0.48%
A3	0.62%
A4	3.94%

ANNEXURE A.3. – Short-run average default rates for long term instruments

Rating Category	1-Year Default Rate	2-year Cumulative Default Rate	3-year Cumulative Default Rate
Period	<i>April 2019- March 2022 (24 cohorts)</i>	<i>April 2018- March 2022 (36 cohorts)</i>	<i>April 2017- March 2022 (48 cohorts)</i>
AAA	0.03%^	0.25%^	0.47%
AA	0.05%*	0.49%	1.06%
A	0.06%	0.20%	0.38%
BBB	0.17%	1.11%	2.32%
BB	1.65%	3.51%	5.43%
B	3.23%	6.60%	10.01%
C	9.76%	16.09%	22.82%

^On account of one default in fiscal 2020 that occurred due to an unexpected legal event

**Since fiscal 2020, there have been two defaults – between fiscals 2020 and 2021. These were due to an unexpected legal event and the Covid-19 pandemic.*

ANNEXURE A.4. – Short-run average default rates for short term instruments

Period: April 2019 to March 2022 (24 cohorts)

Rating Category	1-Year Default Rate
A1+	0.00%
A1	0.02%
A2	0.15%
A3	0.24%
A4	2.41%

Annexure A.5 - List of rated entities, where default on an unrated instrument recognized as default for default rate computation¹

Sr. No.	Name of the rated entity
1	E.S. Knit Wear
2	Sunpower Cement Company Private Limited
3	New Stone Quarry
4	Asian Hotels (North) Limited

¹ This is in line with June 13, 2019 SEBI Circular Clause II read together with Para 9 of the Standard Operating Procedure for monitoring and recognition of default published by all credit rating agencies as required by SEBI.