

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 2012 to March 2023

Rating Category	1-Year Default Rate	2-year Cumulative Default Rate	3-year Cumulative Default Rate
AAA	0.01%^	0.07%^	0.16%
AA	0.05%*	0.21%	0.38%
A	0.12%	0.53%	1.08%
BBB	0.55%	1.45%	2.42%
BB	2.45%	4.74%	6.78%
B	4.74%	8.80%	12.00%
C	15.88%	25.00%	30.76%

^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 2012 to March 2023

Rating Category	1-Year Default Rate
A1+	0.03%
A1	0.22%
A2	0.38%
A3	0.50%
A4	3.51%

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 2020- March 2023 (24 cohorts)</i>	<i>April 2019- March 2023 (36 cohorts)</i>	<i>April 2018- March 2023 (48 cohorts)</i>
AAA	0.00%	0.02%^	0.17%
AA	0.01%*	0.20%	0.64%
A	0.02%	0.23%	0.50%
BBB	0.10%	0.52%	1.36%
BB	1.29%	2.99%	4.72%
B	2.09%	4.54%	7.28%
C	6.96%	12.95%	17.48%

^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 2020 to March 2023 (24 cohorts)

Rating Category	1-Year Default Rate
A1+	0.00%
A1	0.00%
A2	0.04%
A3	0.10%
A4	1.78%

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	Sri Jayamalar Spinning Mills Private Limited
2	Ashoka Developers & Builders 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.