

Sarvodaya Development Finance Limited Rating Placed on Notice of Withdrawal

November 2, 2020

Instrument*	Current Rated Amount (LKR Mn)	Rating Action
Issuer Rating	-	[SL]B (Negative); Placed on Notice of Withdrawal for 30 days

Rating action

ICRA Lanka Limited has reaffirmed the Issuer rating of [SL]B with Negative outlook assigned to Sarvodaya Development Finance Limited (“SDF” / “the Company”) and has placed the rating on Notice of Withdrawal for 30 days. The withdrawal is at the request of the Company and the rating would be withdrawn at the end of the withdrawal notice period.

Analytical approach: The withdrawal is based on ICRA Lanka’s Policy on withdrawal and suspension of Credit Rating and the rating is based on ICRA Lanka’s issuer rating methodology, as indicated below.

Links to applicable criteria: <https://www.icralanka.com/issuer-rating-methodology/>
<https://www.icralanka.com/icra-lankas-suspension-and-withdrawal-policy/>

About the Company:

Company Profile

Sarvodaya Development Finance Limited (SDF) is a licensed finance Company established in 2010. SDF is 80% owned subsidiary of Sarvodaya Economic Enterprise Development Services (Guarantee) Limited (SEEDs) and its ultimate parent is Lanka Jathika Sarvodaya Shramadana Sangamaya (LJSSS), which is one of the larger non-governmental organisations in Sri Lanka with about 1,500-member societies representing all the districts in the country. In 2014, the Japanese investor Gentosha Total Asset Consulting Inc., invested in 20% of the Company for a consideration of LKR 350 Mn. SDF is largely focusing on SME loans, leasing, micro business loans and housing loans.

Rating history for last three years:

Instrument	Type	Current Rating (Y2020) Date & Amount Rated	Chronology of Rating History for the past 3 years				
			Date & Rating in November 2020	Date & Rating in Oct 2019	Date & Rating in Oct 2018	Date & Rating in CY2017	Date & Rating in CY2016
Issuer rating	N/A	N/A	[SL] B (Negative); Placed on Notice of Withdrawal for 30 days	[SL] B (Negative)	[SL]B+ (Stable)	NA	NA



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CORPORATE OFFICE

Level 10, East Tower, World Trade Center, Colombo 01, Sri Lanka
Tel: +94 11 4339907; Fax: +94 11 2333307
Email: info@icralanka.com; Website: www.icralanka.com

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Analyst

Raveena Perera
Associate Analyst
+94-11-4339907
raveena@icralanka.com

Contacts

W Don Barnabas
Managing Director/CEO
+94-11-4339907
wdbarnabas@icralanka.com

Danushka Perera
Head of Corporate Sector Ratings
+94-11-4339907
danushka@icralanka.com

Rasanga Weliwatta
Head of Financial Sector Ratings
+94-11-4339907
rasanga@icralanka.com

Lalinda Sugathadasa
Head of Research &
Business Development
+94-11-4339907
lalinda@icralanka.com

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