

हडको/एसई/2025-26

12 फरवरी, 2026

लिस्टिंग विभाग  
बीएसई लिमिटेड  
फ़िरोज़ जीजीभाय टावर्स  
दलाल स्ट्रीट  
मुंबई - 400001  
स्क्रिप कोड-540530

लिस्टिंग विभाग  
नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड  
एक्सचेंज प्लाज़ा, प्लॉट नं. सी/1, जी ब्लॉक  
बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व)  
मुंबई - 400051  
एनएसई कोड-हडको

विषय: एसईबीआई (लिस्टिंग ऑब्लिगेशन्स एंड डिस्कलोजर रिक्वायरमेंट्स) रेगुलेशंस, 2015 के रेगुलेशन 30 के तहत घोषणा - एचयूडीसीओ के पर्येचुअल टियर 1 बॉन्ड्स के लिए एक्यूइट रेटिंग्स द्वारा दी गई क्रेडिट रेटिंग।

महोदय/या,

एसईबीआई (लिस्टिंग दायित्व और प्रकटीकरण आवश्यकताएं) विनियम, 2015 के विनियम 30 के अनुपालन में, यह सूचित किया जाता है कि एक्यूइट रेटिंग्स ने 6 फरवरी, 2026 की प्रेस विज्ञापित के माध्यम से निम्नलिखित सूचना दी है:

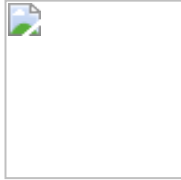
उपकरण	स्केल	राशि	रेटिंग प्रदान की गई (आउटलुक) रेटिंग कार्रवाई
शाश्वत अतिरिक्त स्तर I बांड	दीर्घकालिक	रु.4500.00 करोड़	<b>ACUITE AAA</b> (स्थिर) असाइन किया गया
कुल क्वांटम रेटिंग		रु.4500.00 करोड़	

इस संबंध में, एक्यूइट रेटिंग्स एंड रिसर्च लिमिटेड द्वारा जारी प्रेस विज्ञापित और रेटिंग पत्र संलग्न हैं।

यह आपकी जानकारी के लिए है।

भवदीय  
कृते हाउसिंग एंड अर्बन डेवलपमेंट कॉर्पोरेशन लिमिटेड

ह./-  
विकास गोयल  
कंपनी सचिव और कंप्लायंस ऑफिसर



## Press Release

February 06, 2026

### HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED Rating Assigned

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>BOND</b>	4500.00	ACUITE AAA   Stable   Assigned	-
<b>Total Outstanding</b>	4500.00	-	-
<b>Total Withdrawn</b>	0.00	-	-

#### Rating Rationale

Acuite has assigned the long-term rating of '**ACUITE AAA**' (read as **ACUITE triple A**) on the Rs. 4500 crore Proposed Perpetual Additional Tier 1 Bonds Facility of Housing and Urban Development Corporation Limited (HUDCO). The outlook is '**Stable**'.

#### Rationale for the rating

The rating factors in Government of India's (GoI) ownership (GoI holds 75% stake in HUDCO as on Sep 30, 2025) and the strategic role of HUDCO as the nodal agency for key GoI programmes in affordable housing and urban development projects in India. The rating predominantly derives from HUDCO's long track record in housing and urban development projects, diversified resource profile, adequate capitalisation levels and a steady growth in the lending portfolio. The company has a well diversified portfolio which is composed of loans to state governments, state agencies, municipal bodies, and public-sector undertakings, with a large share of exposures backed by state or central government guarantees and for budgetary provisions. HUDCO's borrowing profile with access to funding via Bonds, Banks, FI's. The average cost of funds stood at 7.45% in FY25, which compares well with other public financial institutions. HUDCO's capitalisation profile for FY2025 has gearing of 5.97 times compared to 4.45 times as on FY2024 and 4.07 times as on FY2023. The AUM has grown by ~35% from Rs.92,654 Cr. as on FY2024 to Rs.1,24,828 Cr. as on FY2025. The PAT has improved by 28% on YoY basis from Rs. 2116.74 Cr. during FY2024 to Rs. 2709.14 Cr. during FY2025. The asset quality of the company marked by the GNPA which stood at 1.67% for FY2025 from 2.71% in FY2024 and the NNPA also decreased to 0.25% in FY2025 from 0.36% in FY2024. The rating remains constrained by its concentrated loan book as its top 20 exposures accounted for 79% of its portfolio. Going forward, HUDCO's ability to control slippages on vulnerable assets and expand its loan book profitably would be key rating sensitivity. Any further dilution in GoI's stake or a change in HUDCO's strategic role would also be a key rating sensitivity.

#### About the company

Housing and Urban Development Corporation Limited is a publicly listed company incorporated on April 25, 1970 established under the provisions of Companies Act, 1956. The Company is an Infrastructure Finance Company ('IFC') registered with the Reserve Bank of India (RBI). The Company is primarily engaged in the business of financing Infrastructure Projects including Housing and Urban development activities in the country. The directors include Mr. Muniappa Nagaraj, Ms. Bojan Sabitha, Mr. Ravindra Kumar Ray, Mr. Sanjeet, Mr. Baldeo Purushartha, Mr. Kantilal Chaturbhai Patel, Mr. Daljeet Singh Khatri and Mr. Sanjay Kulshrestha. The company is based in New Delhi.

#### Unsupported Rating

Not Applicable

#### Analytical Approach

Acuite has adopted the standalone approach while assessing the business and financial risk profile of HUDCO.

#### Key Rating Drivers

##### Strength

### **Growth in loan portfolio, disbursements & profitability**

The company's has a financial performance marked by the increasing PAT from Rs 2,116.74 crore in FY2024 to Rs 2,709.14 crore in FY2025. Furthermore, the net interest income has increased from Rs 2,722.29 crore from FY2024 to Rs 3482.31 crore to FY2025. The company has seen a significant increase in its Assets Under Management (AUM) from Rs 92,654 Cr. in FY2024 to Rs 124828 Cr. in FY2025. Disbursement volumes have also increased from Rs 17987 crore in FY2024 to Rs 40,038 crore in FY2025.

Acuite believes that going forward the ability of the company to maintain the growth momentum in AUM will be key rating sensitivity.

### **Sovereign ownership and strategic importance to GoI , Adequate Capitalisation level and borrowing profile**

HUDCO is a Government of India–owned public sector financial institution that holds over 75% equity in the company making it a strategically important institution for national policy implementation in housing and urban development. HUDCO's growth plans is to develop 25 smart cities within the next 5 years. HUDCO will try to reach around 3 lakh crores loan book from the overall national infrastructure space of 111 lakh crore as of FY2030. Disbursements planned end of FY26 is Rs.52,000 crore and as of FY2025 it was Rs.40,038 crore. For FY2025, HUDCO's loan book is Rs.1,24,828 crore and it is expected to increase sanctioned approved borrowings of Rs.65,000 crore of which overall borrowings for FY2026 is expected to be Rs.80,000 crore through banks, bonds, etc. The CAR of the company stood at 46.60% in FY25 as against 57.64% for FY24. The net worth of the company has increased from Rs 16614.30 Cr. in FY 24 to Rs 17969.79 Cr. in FY 25. The total debt for the company for FY 25 stood at Rs 107296.76 Cr. as against Rs 73995.86 Cr. in FY 24 and Rs 62903.37 Cr. in FY 23.

Acuite believes the ability of the company to maintain adequate levels of capitalisation remains a key rating monitorable

### **Moderate Asset Quality**

The asset quality of the company remains moderate YoY as the GNPA stood at 1.67% for FY2025 from 2.71% in FY2024 and the NNPA also decreased to 0.25% in FY2025 from 0.36% in FY2024. In FY2025 for standard assets provisions were of 0.02%, in case of doubtful assets 85.34% provisions were made and for loss assets overall 100% provisions were made. HUDCO's collections efficiency as of March 2025 was 98.13% and as of September 2025 it was 91.35%. The company legacy portfolio were consortium loans where HUDCO's stake was estimated to be around 5% of the entire project lending, these were few clients with book size of Rs 1000-1200 crores for which healthy provisions were made & is under resolution through NCLT & post resolution it will add to the companies profitability.

Acuite believes the ability of the company to maintain adequate provisions levels & moderate asset quality yet its performance shall remain monitorable.

### **Weakness**

#### **Concentrated loan book**

The loan book has high concentration as its top 20 borrowers accounts for 79% of its overall portfolio. Acuite understands that retail portfolio will reduce further as the company focuses majorly on urban infrastructural development projects.

### **ESG Factors Relevant for Rating**

HUDCO is a government-owned infrastructure finance company which complements bank lending in India. Some of the material governmental factors are Govt. ownership & oversight, board independence, transparency, risk management & disclosure practices. The environmental factors it impacts on is the financed projects which will require climate risk integration, green lending & compliance frameworks. On the social aspect, some of the critical issues are impact on affordable housing & urban infrastructure benefits, resettlement safeguards & employee policies.

### **Rating Sensitivity**

- Any unexpected reduction of support from GoI.
- Any significant deterioration in asset quality and profitability
- Changes in the regulatory requirement

### **All Covenants**

As the facility is proposed, covenants are not available

### **Liquidity Position**

#### **Adequate**

Acuite believes HUDCO's will maintain adequate liquidity profile as it has sufficient long-term banking credit lines with Cash & Cash Equivalents as of March 2025 stood at Rs.44.07 crore from Rs.369.88 crore as of March 2024. As of Sep 2025, total inflows have been Rs.207786.74 Cr, and the total outflows have been Rs.175594.52 Cr. The company's Capital Adequacy as of March 2025 is 46.60%. Operating Expense to Earning Assets for the company decreased from 0.38% in FY2024 to 0.30% in FY2025 which indicates improved operational efficiency, higher profitability & better cost management. Acuite considers the financial flexibility available due to GoI ownership & undrawn sanctioned bank lines.

**Outlook : Stable****Other Factors affecting Rating**

None

**Key Financials - Standalone / Originator**

<b>Particulars</b>	<b>Unit</b>	<b>FY25 (Actual)</b>	<b>FY24 (Actual)</b>
Total Assets	Rs Cr.	128497.39	93424.08
Total Income*	Rs Cr.	3598.27	2984.16
PAT	Rs Cr.	2709.14	2116.74
Networth	Rs Cr.	17969.79	16614.30
Return on Average Assets (ROAA)	(%)	2.44	2.43
Return on Net Worth (RoNW)	(%)	15.67	13.21
Total Debt/Tangible Net Worth (Gearing)	Times	5.97	4.45
Gross NPA	(%)	1.67	2.71
Net NPA	(%)	0.25	0.36

\*Total income equals to Net Interest Income plus other income

**Status of non-cooperation with previous CRA (if applicable):**

None

**Any other information**

None

**Applicable Criteria**

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Banks And Financial Institutions: <https://www.acuite.in/view-rating-criteria-45.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Hybrid Instruments Issued By NBFCs & HFCs: <https://www.acuite.in/view-rating-criteria-56.htm>

**Note on complexity levels of the rated instrument**

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

**Rating History :**

Not applicable

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Complexity Level</b>	<b>Rating</b>
Not Applicable	Not avl. / Not appl.	Proposed Perpetual Additional Tier I Bonds	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4500.00	Highly Complex	ACUITE AAA   Stable   Assigned

**Contacts**

<p>Mohit Jain Chief Analytical Officer - Rating Operations</p> <p>Eshan Jain Senior Manager - Rating Operations</p>	<p><b>Contact details exclusively for investors and lenders</b></p> <p>Mob: +91 8591310146 Email ID: <a href="mailto:analyticalsupport@acuite.in">analyticalsupport@acuite.in</a></p>
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**About Acuité Ratings & Research**

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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## Rating Letter - Intimation of Rating Action

Letter Issued on : February 06, 2026  
Letter Expires on : January 07, 2027  
Annual Fee valid till : January 07, 2027

Scan this QR Code to  
verify authenticity of this  
rating



HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED  
CORE 7A, HUDCO BHAWAN,  
INDIA HABITAT CENTRE, LODHI ROAD,  
New Delhi 110003  
DELHI

Kind Attn.: Mr. ACHAL GUPTA, GENERAL MANAGER FINANCE AND HEAD RESOURCE WING (Tel. No.9810731780)

Sir / Madam,

Sub.: Rating(s) Assigned - Debt Instruments of HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED

Please note that the current rating(s) and outlook, instrument details, and latest rating action for the aforementioned instrument are as under:

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
BOND	4500.00	ACUITE AAA   Stable   Assigned	-
Total Outstanding Quantum (Rs. Cr)	4500.00	-	-

5W Jyf reserves the right to revise the rating(s), along with the outlook, at any time, on the basis of new information, or other circumstances which 5W Jyf believes may have an impact on the rating (s). Such revisions, if any, would be appropriately disseminated by 5W Jyf as required under prevailing SEBI guidelines and 5W Jyf's policies.

This letter will expire on January 07, 2027 or on the day when 5W Jyf takes the next rating action, whichever is earlier. It may be noted that the rating(s) is subject to change anytime even before the expiry date of this letter. Hence lenders / investors are advised to visit <https://www.acuite.in/> OR scan the QR code given above to confirm the current outstanding rating(s).

5W Jyf will re-issue this rating letter on January 08, 2027 subject to receipt of surveillance fee as applicable. If the rating(s) is reviewed before January 07, 2027, 5W Jyf will issue a new rating letter.

Please note that under extant SEBI regulations and as per the terms of the rating agreement, once a rating is accepted and outstanding, the issuer is required to promptly furnish the Non Default Statement on the first working day of every month.

Sd/-  
Chief Rating Officer  
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Annexure A. Details of the rated instrument			
Instruments	Scale	Amt. (Rs. Cr)	Rating Assigned (Outlook)   Rating Action
Proposed Perpetual Additional Tier I Bonds	Long-term	4500.00	ACUITE AAA (Stable)   Assigned
Total Quantum Rated		4500.00	-

**DISCLAIMER**

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