

Moody's announces completion of a periodic review of ratings of Yes Bank Limited

Announcement of Periodic Review | 2 min read

16 Oct 2020 Moody's Investors Service



Singapore, October 15, 2020 -- Moody's Investors Service ("Moody's") has completed a periodic review of the ratings of Yes Bank Limited and other ratings that are associated with the same analytical unit. The review was conducted through a portfolio review in which Moody's reassessed the appropriateness of the ratings in the context of the relevant principal methodology(ies), recent developments, and a comparison of the financial and operating profile to similarly rated peers. The review did not involve a rating committee. Since 1 January 2019, Moody's practice has been to issue a press release following each periodic review to announce its completion.

This publication does not announce a credit rating action and is not an indication of whether or not a credit rating action is likely in the near future. Credit ratings and outlook/review status cannot be changed in a portfolio review and hence are not impacted by this announcement. For any credit ratings referenced in this publication, please see the ratings tab on the issuer/entity page on www.moody's.com for the most updated credit rating action information and rating history.

Key rating considerations are summarized below.

Yes Bank Limited's (Yes Bank) B3 foreign- and local-currency bank deposit ratings are two notches above its caa2 Baseline Credit Assessment (BCA) based on our assumption of a high level of support from the Government of India (Baa3), in times of need.

The bank's B3 BCA takes into account its improved solvency, following an INR 150 billion capital raise in July 2020, strengthening the bank's resilience to potential asset quality risks due to the coronavirus-led economic contraction in India. The capital raise also showcases the bank's regained access to external market funds, following the bank's rescue by the Indian authorities in March 2020. While, Yes Bank's funding and liquidity have improved in the quarter ended September 2020, they are weaker than a year ago.

This document summarizes Moody's view as of the publication date and will not be updated until the next periodic review announcement, which will incorporate

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they are part of the same analytical unit.

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