

CHOLA ISSUES

₹1056.90 CRORE

NCDs TO ADB

Chennai: Cholamandalam Investment and Finance Company Limited (Chola), leading financial services provider, announced it has issued unlisted Non-Convertible Debentures (NCDs) in tenors of 3 to 5 years for INR 1056.90 crore (USD 150 Million) to Asian Development Bank (ADB). ADB provides medium and longer term financing to banks, NBFCs and FIs, with focus on promoting financial inclusion in lesser developed regions, especially for underserved and lower income customer segments towards support for creation of physical income-generating assets apart from encouraging greater gender equality and participation. ADB's assistance to Chola is composed of senior secured nonconvertible debentures of tenors from 3 to 5 years, to help finance its lending operations to SRTOs and SMEs. Half of this target under ADB's financing will be from lagging states in India, resulting in improved economic growth prospects and employment opportunities in these areas. SRTOs engaged in logistics, distribution, and transport-related industries will be given priority and SMEs seeking loans for investment and working capital will also benefit from access to this term financing.