

**CONFIDENTIAL**

BJ/MUM/CMFI/GL/AMFPL/2022/900

January 5, 2022

**Mr. Pramod Paliwal,**  
Chairman and Managing Director

**Arth Micro Finance Private Limited**  
A-64, Residential Colony  
Sitapura Industrial Area, Tonk Road  
Jaipur – 302 022, Rajasthan  
E-mail: [arth@arthfinance.com](mailto:arth@arthfinance.com)

Dear Mr. Paliwal,

**CRISIL Comprehensive Microfinance Grading**

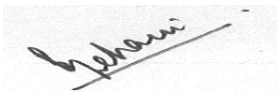
Please refer to your request for a CRISIL Comprehensive Microfinance Grading for your organisation. We are pleased to inform you that CRISIL has, after due consideration, assigned a Comprehensive Microfinance Grading of **'M3C2'** to **Arth Micro Finance Private Limited**. CRISIL's Comprehensive Microfinance Capacity signifies Above average capacity of the MFI to manage its operations in a sustainable manner and good performance on code of conduct dimensions. The grading is assigned on an **eight-point** scale with respect to Microfinance Capacity Assessment Grading, with **'M1'** being the highest grading, and **'M8'**, the lowest and **five-point** scale with respect to Code of Conduct Assessment, with **'C1'** being the excellent performance, and **'C5'**, the weakest.

This grading is a one-time exercise and will not be kept under surveillance. The grading is valid for a period of one year from the date of this letter.

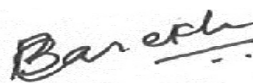
CRISIL reserves the right to suspend, withdraw, or revise the above Comprehensive Microfinance Grading at any time, on the basis of any new information or unavailability of information or any other circumstances brought to CRISIL's notice, which CRISIL believes may have an impact on the grading.

Should you require any clarifications, please feel free to contact us.

Yours sincerely,



**Binaifer F Jehani**  
Business Head - SME Solutions



**Bhushan Parekh**  
Director - SME Solutions

**Disclaimer:** CRISIL's Comprehensive Microfinance Grading (henceforth referred to as 'Grading(s)') reflects CRISIL's current opinion on the ability of an MFI to manage its operations in a sustainable manner (Capacity assessment) and its performance on code of conduct (COC) dimensions. The Grading does not constitute an audit of the graded MFI by CRISIL. In the case of NGO-MFIs and entities with multiple businesses, the Gradings apply only to their microfinance programmes. The Gradings are based on the information provided by the Institution, or obtained by CRISIL from sources it considers reliable. CRISIL does not guarantee the completeness or accuracy of the information on which the Grading is based. The Grading is not a recommendation to purchase, sell or hold any financial instrument issued by the graded MFI, or to make loans and donations / grants to the Institution. The Grading should not be used for mobilising deposits/savings/thrift/insurance funds/other funds (including equity) from their members/clients or general public and should not be used in its external communications, promotional materials or member/client passbooks. The Gradings are revised as and when circumstances so warrant. CRISIL is not responsible for any errors and especially states that it has no financial liability, whatsoever, to the Institution / users of the Gradings. CRISIL or its associates may have other commercial transactions with the company/entity. For the latest information on any outstanding Grading, please contact CRISIL GRADING DESK at [CRISILratingdesk@crisil.com](mailto:CRISILratingdesk@crisil.com) or at (+91 22) 22 3342 3047/3064.

**CRISIL Limited**

Corporate Identity Number: L67120MH1987PLC042363