

ICRA revises FY24 NBFC retail credit growth upwards

ABHIJIT LELE

Mumbai, 20 July

Rating agency ICRA has revised its growth estimates for retail credit by non-banking financial companies (NBFC)s to 18-20 per cent for FY24 from an earlier assessment of 12-14 per cent, citing strong traction for unsecured loans.

The growth in unsecured credit, comprising personal and consumption loans, unsecured small enterprise loans and microfinance loans, would remain strong. The NBFC-Retail asset under management (AUM) is estimated at around ₹14 trillion as of March 2023, said ICRA in a statement on Thursday.

High growth in the NBFC-Retail segment will be driven by an expected expansion of 26-28 per cent in FY24 for unsecured loans, which stood at about ₹5.1 trillion as of March 2023.

Digitalisation and cross-selling are two factors lead-

Godrej Capital launches biz loans for MSMEs

Godrej Capital, the financial services arm of the Godrej group, has launched unsecured business loans specifically designed for micro, small, and medium-sized enterprises (MSMEs).

The loans come with digitised application process, fast approval and disbursal, and repayment tenure of up to 60 months. Additionally, borrowers can avail themselves of a reward program for timely repayments, the company said. **ANJALI KUMARI**

ing to the recent high growth in unsecured loans.

NBFCs are either driving digitalisation of credit on their own or are partnering with fintechs and smaller peers, especially for new-to-credit borrowers.