



SYNOPSIS

ISSUE 51

MICROMETER

DATA AS ON 30 SEPTEMBER 2024

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Introduction

This is the **51st issue** of the Micrometer and it provides an overview of the microfinance industry. The data is as on **30 September 2024 (Q2 FY 2024-25)**. Micrometer has two broad sections as under:

Section I on “**Microfinance Universe**” gives an overview of the portfolio and outreach of microfinance (i.e., micro-credit) industry as on 30 September 2024. The data used for analysis is sourced from **CRIF High Mark (CRIF)**. This section analyses data for NBFC-MFIs, Banks, Small Finance Banks (SFBs) and NBFCs excluding those institutions that have not reported data to CRIF for the last six months.

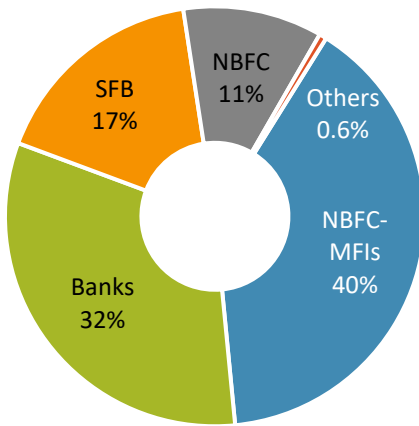
Section II of the micrometer provides detailed analysis of **self reported data of NBFC-MFIs (MFIN Member NBFC-MFIs)** up to state level. This includes a comparative analysis with the corresponding quarters of previous fiscal year (Q2 FY 2023-24) and previous quarter (Q1 FY 2024-25). Analysis of NBFC-MFIs is based on data collected from **44 out of 51 Members** (except Adhikar, Asirvad, Avanti, Belstar, Janakalyan, Radhya and Unacco) that are registered with the Reserve Bank of India (RBI).

Section I : The Universe

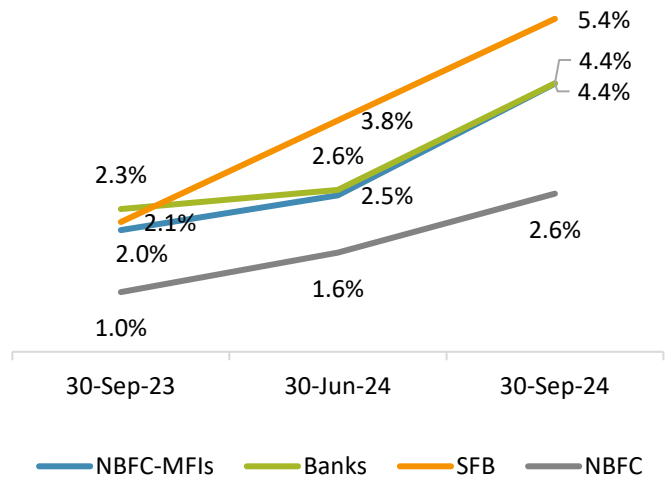
The pie-chart shows the share of each peer group in the universe for loan amount outstanding as percentages. The portfolio of NBFC-MFIs has increased by 9.2%, banks by 10.6%, NBFCs by 27.6% and SFBs declined by 5.6%, on a YOY basis (Sep'23 to Sep'24).

As shown in PAR trend graph, PAR 31-180 has shown a deterioration across all entity types in comparison to same quarter of last FY.

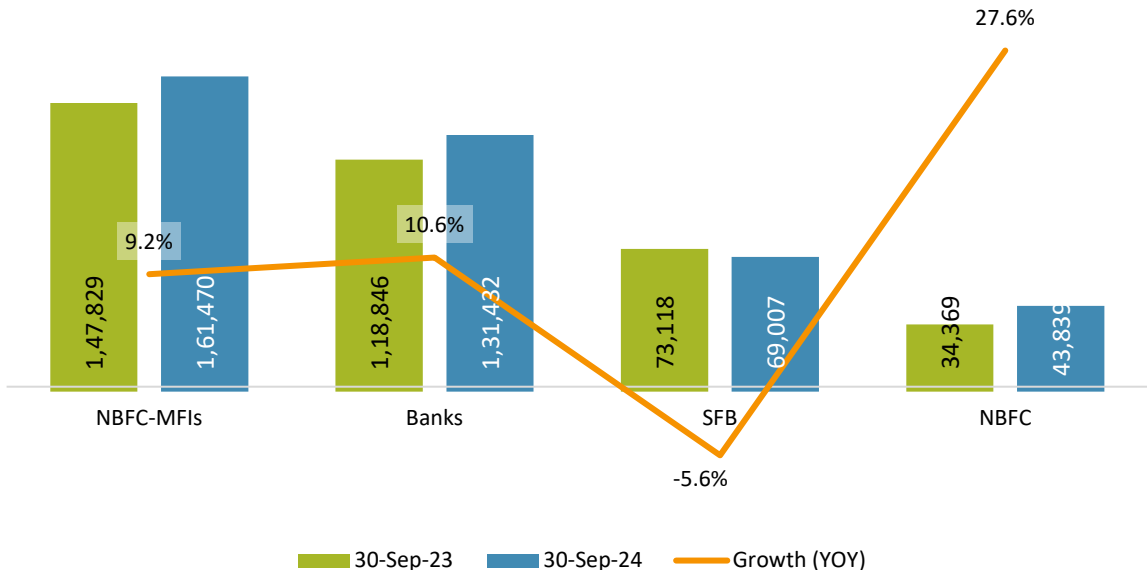
Micro-credit loan outstanding across lenders
30 September 2024



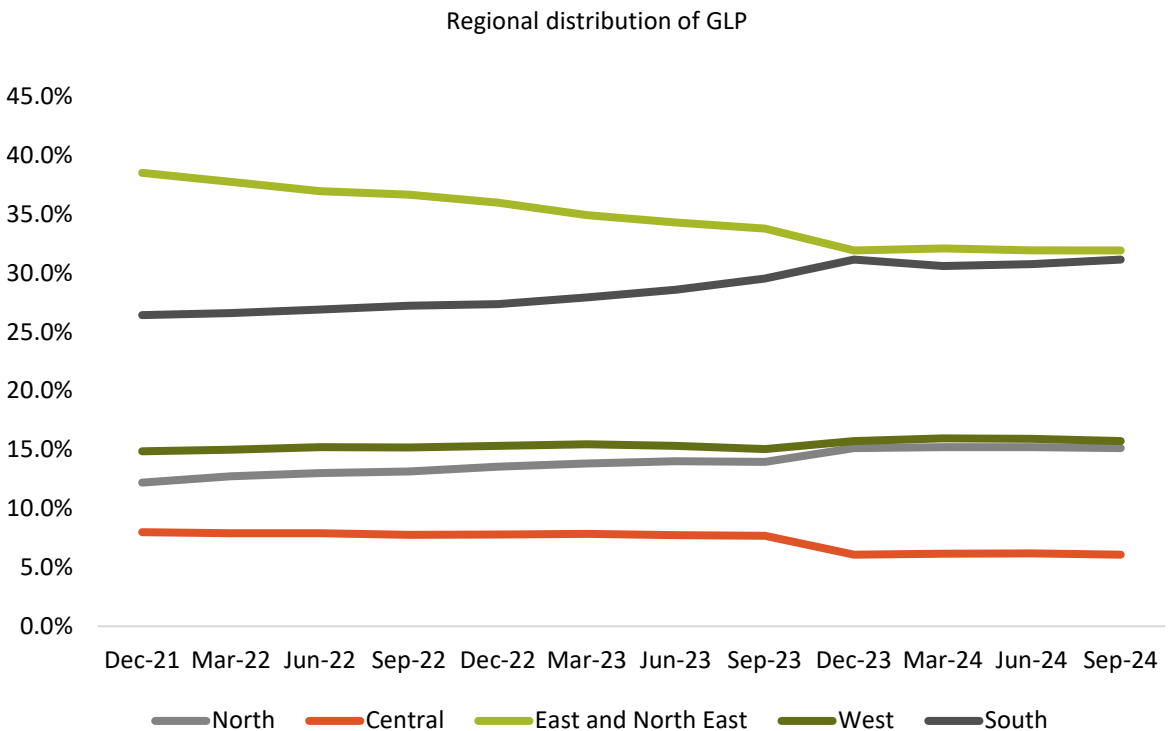
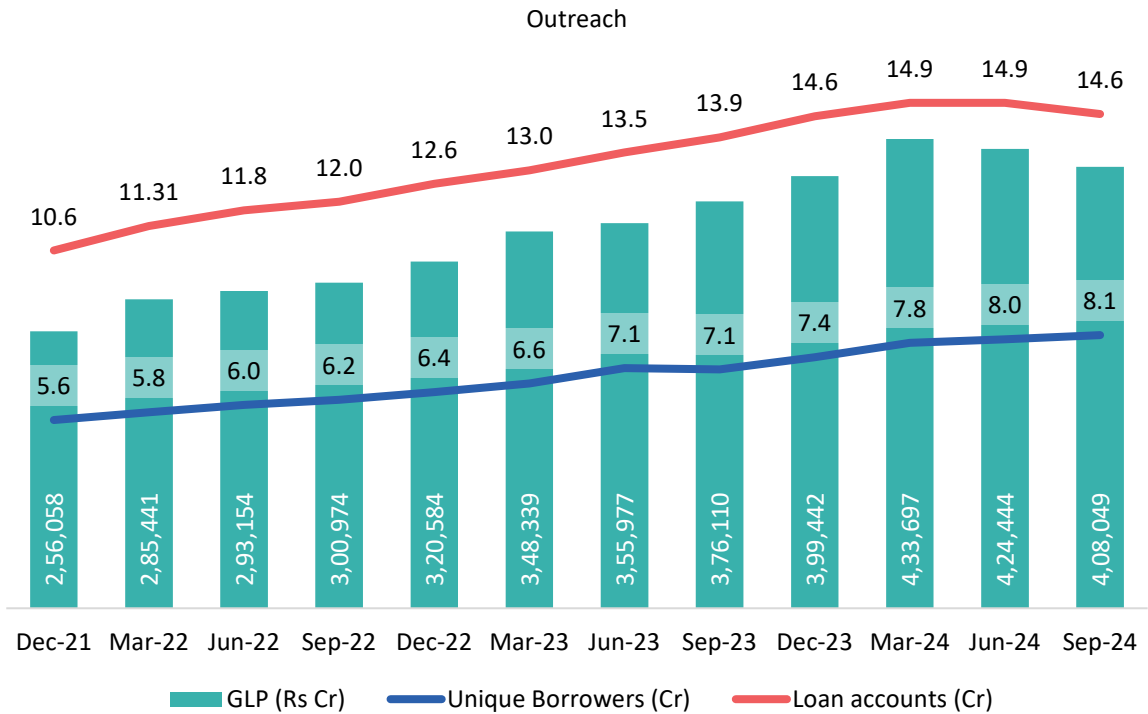
PAR 31-180 of the various entities



Portfolio outstanding of the microfinance industry (Rs Cr)



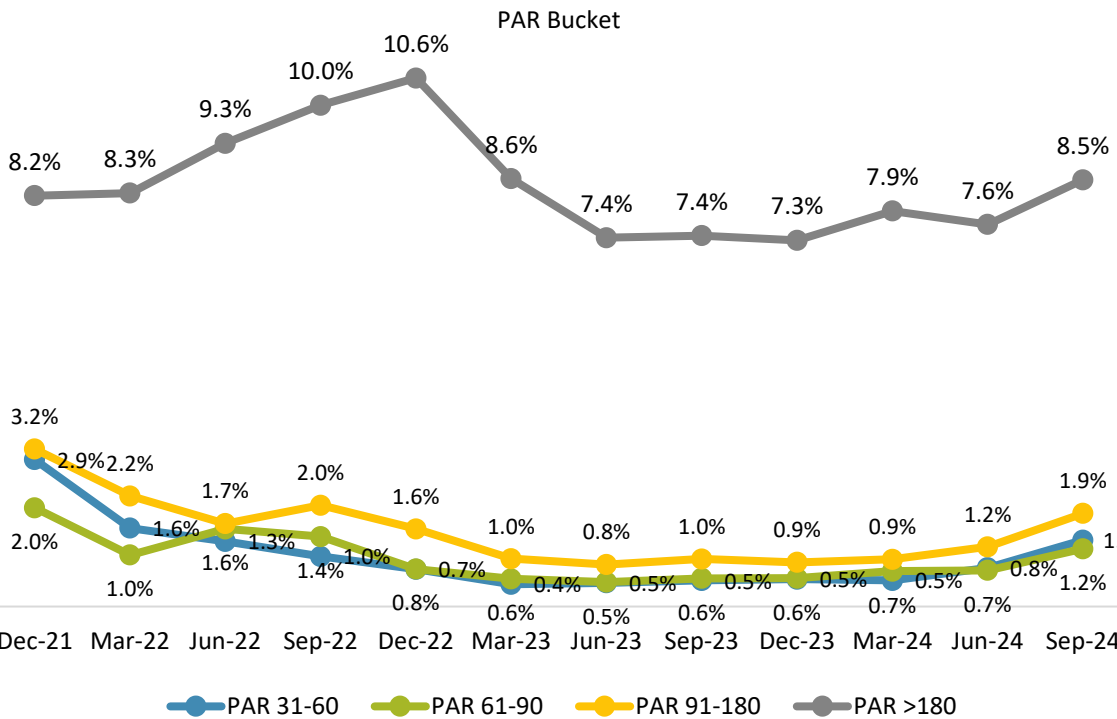
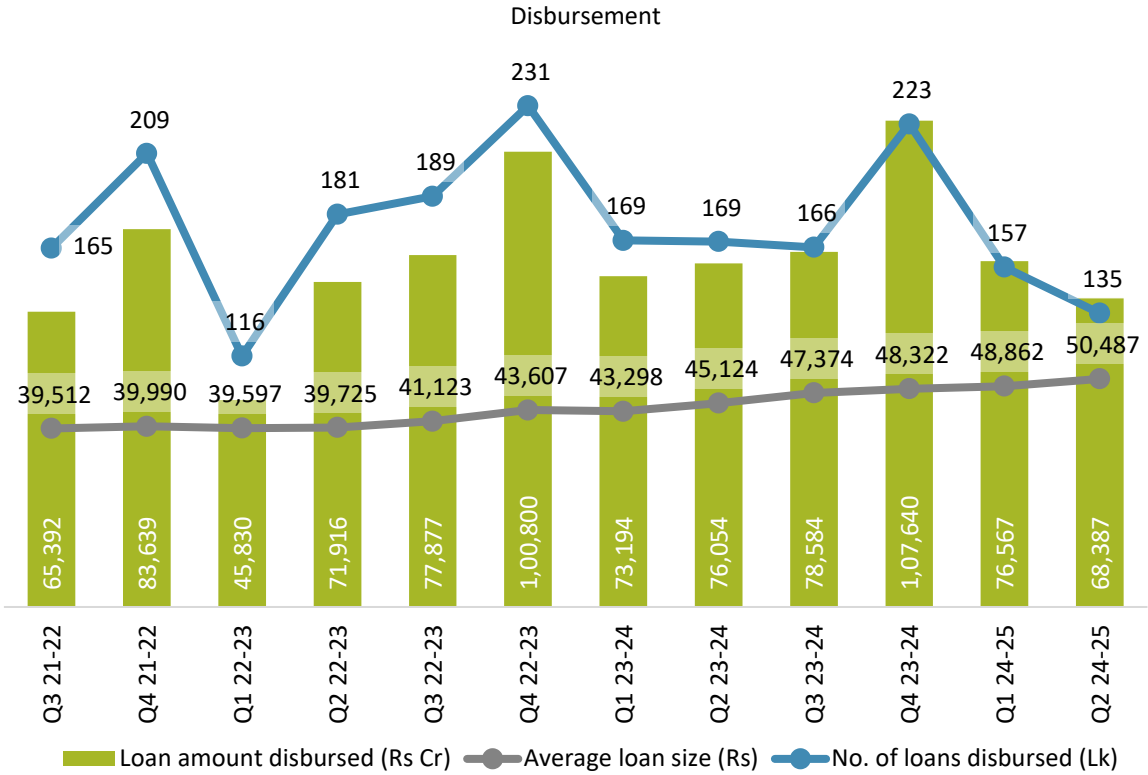
Industry trends Dec-21 to Sep-24



*Refer to Annex 2 for grouping of states across regions

Industry trends

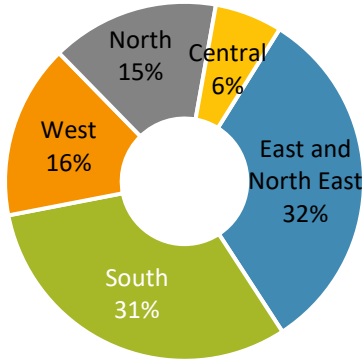
Dec-21 to Sep-24



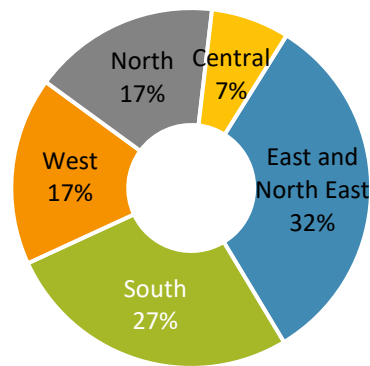
Regional distribution

As on 30 September 2024, the industry serves 8.1 Cr unique borrowers through 14.6 Cr loan accounts. The regional spread is depicted in the pie-chart below which shows that East and North-East continue to have the largest share of portfolio though on a declining trend but stable in the last three quarters, closely followed by South.

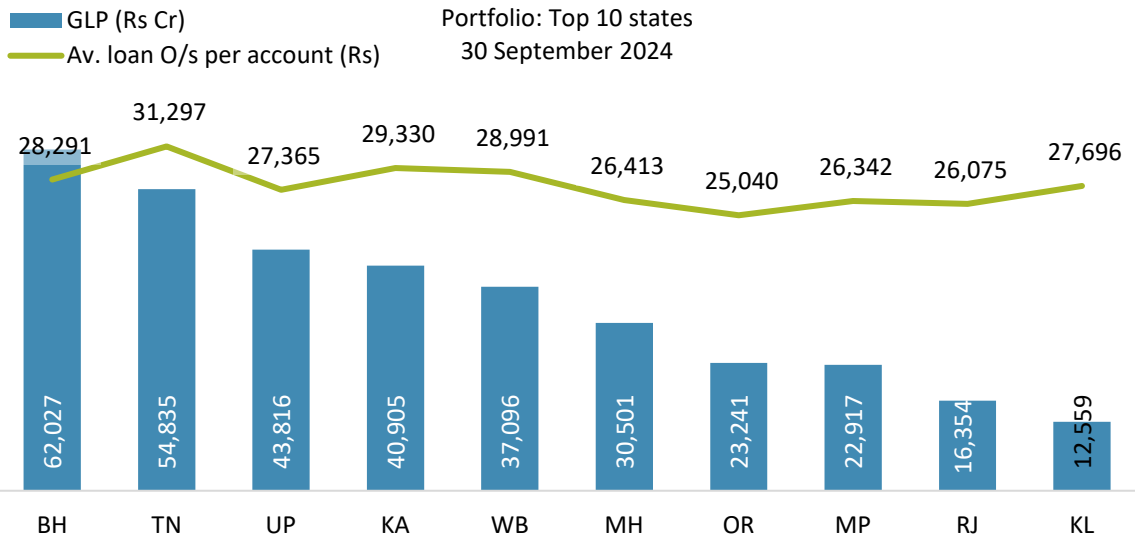
Regional distribution of portfolio
30 September 2024



Regional distribution of unique borrowers
30 September 2024



The Top 10 states (based on universe data) constitute 84.4% in terms of GLP. Bihar continues to be the largest state in terms of portfolio outstanding followed by Tamil Nadu and Uttar Pradesh. Among Top 10 states, Tamil Nadu has the highest average loan outstanding per account of Rs 31,297 followed by Karnataka at Rs 29,330.



Section II : NBFC-MFI Highlights

Some highlights of this quarter/ financial year are as under:

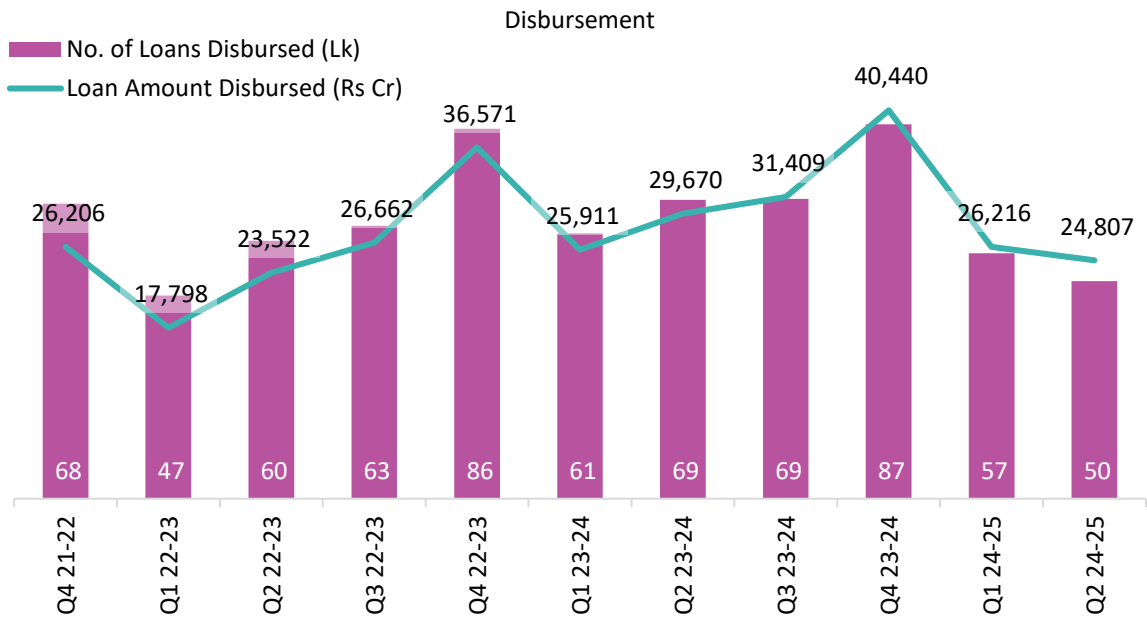
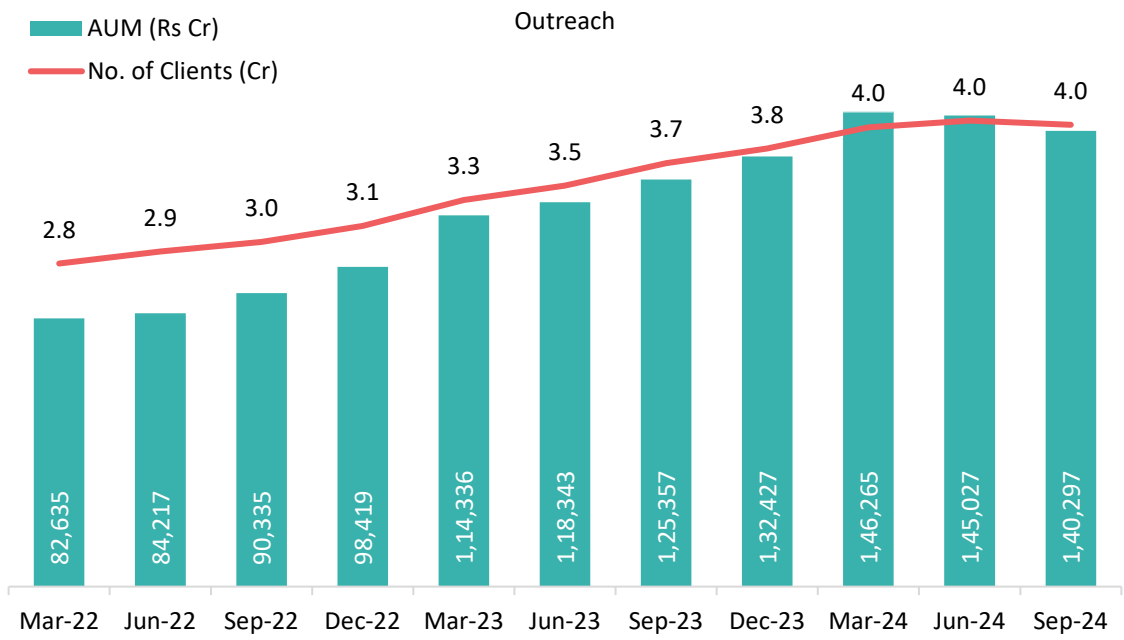
- As on 30 September 2024, **4.0 Cr clients*** have loan outstanding from NBFC-MFIs, which is **9.0%** higher than number of clients as on 30 September 2023.
- The **Asset Under Management (AUM)** of MFIs is **Rs 1,40,297 Cr** as on 30 September 2024, including owned portfolio Rs **1,12,205 Cr** and managed portfolio (off BS) of **Rs 28,092 Cr**. The owned portfolio of MFIN members is 69.5% of the NBFC-MFI universe portfolio of Rs 1,61,470 Cr.
- AUM increased by **11.9%** compared to 30 September 2023 and decreased by **3.3%** compared to 30 June 2024.
- Loan amount of **Rs 24,807 Cr** was disbursed in Q2 FY 24-25 through **50.4 Lakh** accounts, including disbursement of Owned as well as Managed portfolio. This is **16.4%** lower than the amount disbursed in Q2 FY 23-24.
- Average loan amount disbursed per account during Q2 FY 24-25 was **Rs 49,261** which has increased by around **14.8%** in comparison to same quarter of last financial year.
- As on 30 September 2024, the borrowings O/s were **Rs 97,315 Cr**. Banks contributed 59.8% of borrowings O/s followed by 16.9% from Non-Bank entity, 10.1% from External Commercial Borrowings (ECB), 8.8% from AIFIs and 4.5% from other sources.
- During Q2 FY 24-25, NBFC-MFIs received a total of **Rs 13,508 Cr** in debt funding, a 40.6% decrease from Q2 FY 23-24. Banks contributed 77.7% of the total Borrowing received followed by Non-Bank entities 16.3%, ECB 3.8% and Others 2.2%.
- Total equity increased by **25.9%** as compared to end of Q2 FY 23-24 and is at **Rs 33,622 Cr** as on 30 September 2024.
- Portfolio at Risk (PAR) >30 days as on 30 September 2024 has deteriorated to **6.2%**** as compared to **3.1%**** as on 30 September 2023.
- MFIs have presence in 26 states and 6 union territories.
- In terms of regional distribution of portfolio (AUM), East and North-East accounts for 33% of the total NBFC-MFI portfolio, South 25%, North 17%, West 16%, and Central contributes 9%.

Indicator	Q2 FY 23-24	Q1 FY 24-25	Q2 FY 24-25	YoY change (%)
	30-Sep-23	30-Jun-24	30-Sep-24	Q2 FY 24-25 over Q2 FY 23-24
Branches	17,959	20,018	20,860	16.2%
Employees	1,57,052	1,82,660	1,94,688	24.0%
Clients~ (Cr)	3.7	4.0	4.0	9.0%
Loan accounts (Cr)	4.4	5.0	4.9	10.7%
Asset Under Management (Rs Cr)	1,25,357	1,45,027	1,40,297	11.9%
Balance sheet portfolio (Rs Cr)	1,02,056	1,16,468	1,12,205	9.9%
Loans disbursed (during the quarter, Lk)	69.1	56.8	50.4	-27.2%
Loan amount disbursed (during the quarter, Rs Cr)	29,670	26,216	24,807	-16.4%

*The clients number here is the aggregate of clients of member MFIs. Given some degree of overlaps, it does not reflect the number of 'unique' clients

** Includes technical write-off by Member NBFC-MFIs hence it is not comparable with the bureau reported data on page number 10

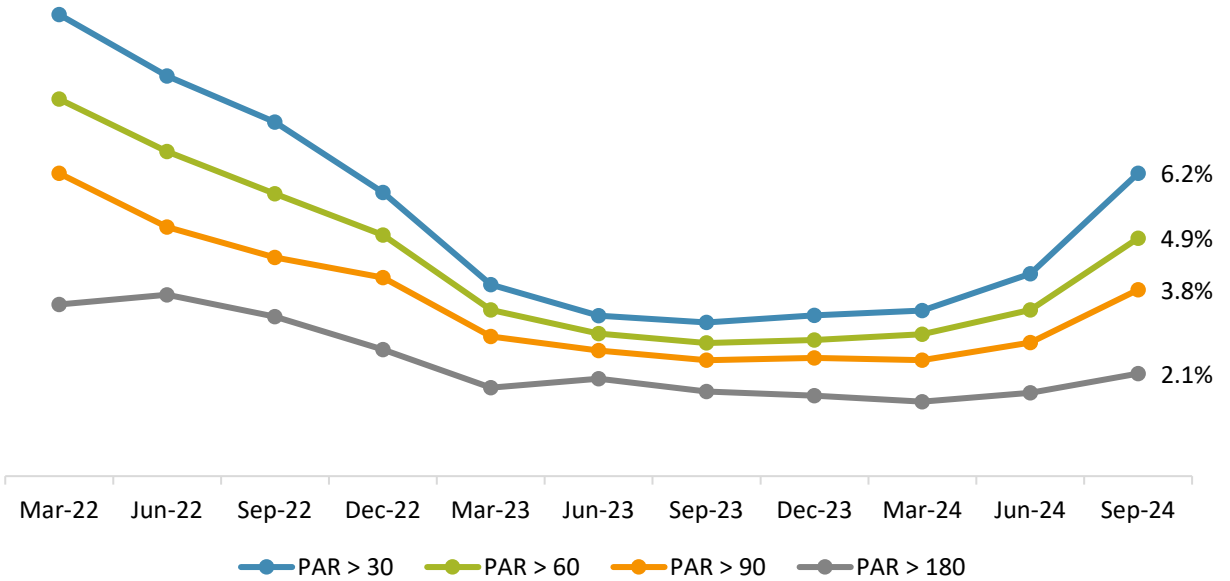
NBFC-MFI trends Mar-22 to Sep-24



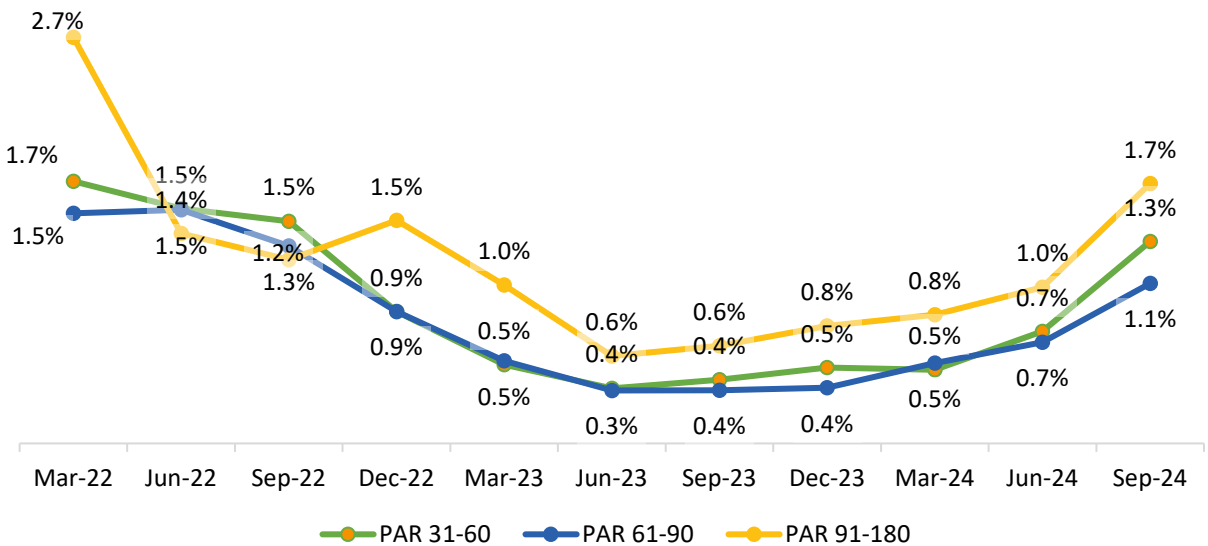
*Disbursement relates to both on and off-balance sheet portfolio. Analysis is based on the data of panel of MFIs active in the current quarter. Refer to Annex 1 for the panel.

NBFC-MFI trends Mar-22 to Sep-24

PAR

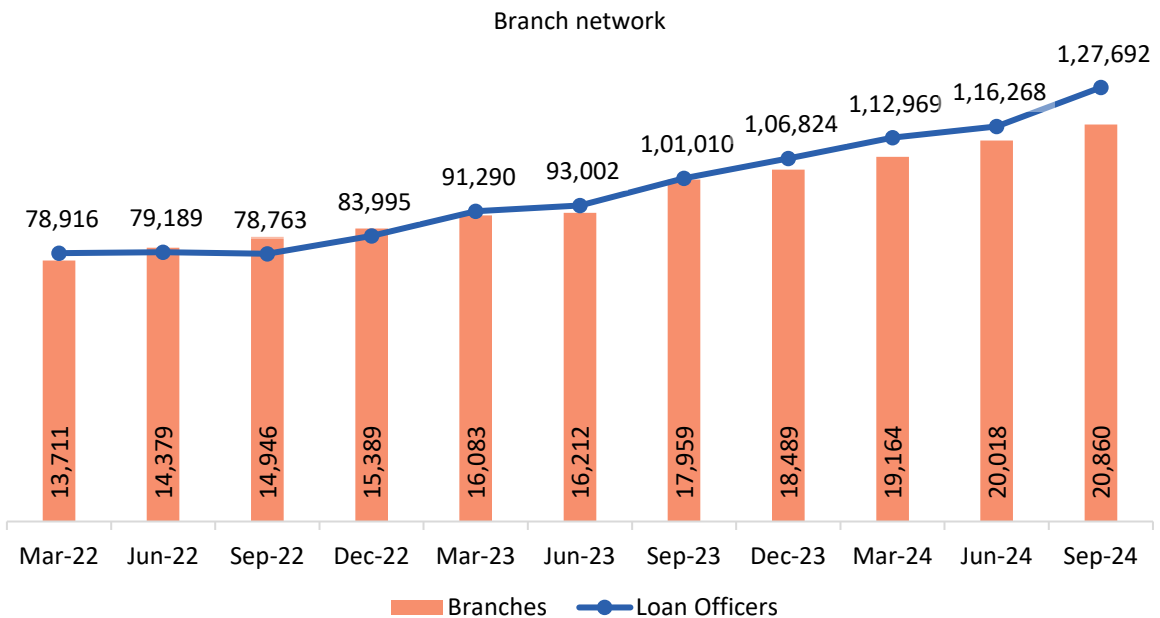
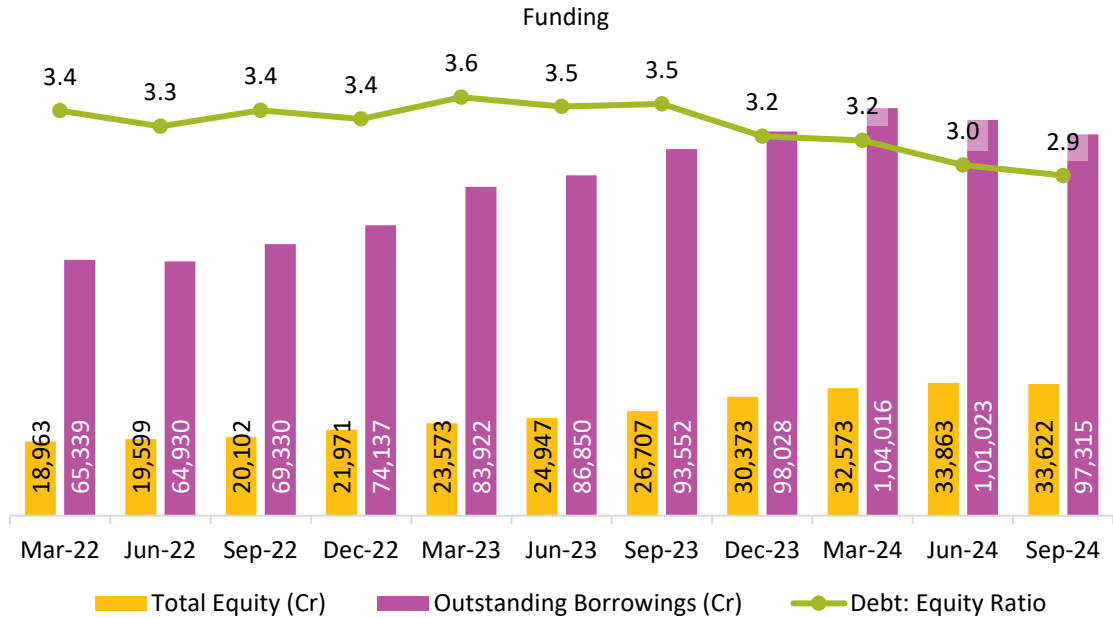


PAR buckets



*PAR analysis shown in the graph is for both on and off-balance sheet portfolio and factors technical write-offs. Analysis is based on the data of panel of MFIs active in the current quarter. Refer to Annex 1 for the panel.

NBFC-MFI trends Mar-22 to Sep-24



*Analysis is based on the data of panel of MFIs in the current quarter



Microfinance Industry Network (MFIN)

4003-4004,4009, 4th Floor, Emaar Palms Spring Plaza
Gurugram, Haryana, 122003, India.

www.mfinindia.org

+91 124 4576800