

RXIL becomes the first TReDS platform to cross monthly throughput of Rs. 1,000 cr

Mumbai, April 06, 2021: Receivables Exchange of India Ltd. (RXIL), India's leading invoice discounting platform for MSMEs, is the first TReDS platform in the country to discount receivables of more than Rs. 1,000 crores in a month. The growth of transaction volumes from Rs.69 crores in April 2020, to Rs.1,105 crore in March 2021 mimics the revival and resumption of the economic activity.

RXIL has processed close to 5,00,000 invoices drawn on over 600 Buyers till date from inception in 2017 to March 2021. RXIL has the largest number of financiers on board which enables financing to over 7,000 MSMEs registered on the platform.

In FY 2020-21, RXIL not only achieved the rare feat of monthly transaction volumes of more than Rs. 1,000 crores in March but has also emerged as the leading platform with more than Rs. 6,500 crores of throughput during the year. On a cumulative basis RXIL has processed throughput of more than Rs.10,000 crore since inception.

On this landmark occasion, Shri Vikram Limaye, MD & CEO, NSE said, "MSMEs play a vital role in a developing economy like ours. To achieve the goal of a USD 5 trillion economy, MSMEs must have access to formal sources of low-cost working capital finance. TReDS enables MSMEs to secure finance on the strength of their buyer's credit rating without having to negotiate with financiers. TReDS plays a critical role in ensuring seamless liquidity to MSMEs and can play a part in filling up the credit gap. NSE is committed to providing various platforms for the MSMEs to meet their funding requirements including Equity, Debt and Working Capital."

Shri V Satya Venkata Rao, Deputy Managing Director, SIDBI, said, "The gaining popularity of TReDS platform at a time like this is symbolic of its relevance in financial inclusion of MSMEs. We are glad that many MSMEs have joined TReDS with the support of the SIDBI's Swavalamban Crisis Responsive Fund (SCRF) which paid the MSME's registration fees on the TReDS platform during the pandemic. SIDBI is committed to the growth and development of the MSME sector."

The Govt. with the support of RBI, Ministry of Finance and Ministry of MSME has been promoting TReDS as an effective tool to address the working capital woes of MSMEs. With timely interventions in the form of Gazette Notifications, circulars, and awareness campaigns, TReDS has been able to help the MSMEs to tide over the liquidity crisis.

Shri Ketan Gaikwad MD & CEO, RXIL, said, "Achieving a throughput of Rs.1,100 crore is a monumental feat. We are pleased that TReDS is gaining traction and helping multitudes of MSMEs receive their payments on time. We would like to thank all our constituent partners for their support and look forward to achieving new milestones. To have an efficient working capital management and a healthy supply chain, has resulted in the corporates utilizing TReDS to ensure timely payments to their MSME sellers without affecting their own cashflows."

Launched in 2016, RXIL, a joint venture between the Small Industries Development Bank of India (SIDBI) and the National Stock Exchange of India Limited (NSE) with State Bank, ICICI and Yes Bank as other stakeholders.

TReDS offers a win-win proposition to all the constituents viz. MSME Sellers, their Buyers - Large corporates, CPSEs, Govt. Undertakings and Financiers. It is a transparent and online auction-based

price discovery platform wherein financing has been at interest rates as low as 3.99% p.a. with the average rates between 6% p.a.- 8% p.a., resulting in reduction of interest costs for the MSMEs by almost 50% for their working capital funding.

About RXIL

Receivables Exchange of India (RXIL) is an RBI accredited TReDS (Trade Receivables Discounting System) Exchange Platform. Started as a joint venture between the Small Industries Development Bank of India (SIDBI) and the National Stock Exchange of India Limited (NSE) with State Bank, ICICI and Yes Bank as other stakeholders. RXIL empowers small businesses to realize their growth potential by accelerating their collections. With its innovative digital platform, MSMEs today can auction their trade receivables at competitive rates, through online bidding by financiers, and gain access to capital in less than 48 hours. This helps SMEs with major liquidity problems and puts a healthy cash flow back into their working cycles for smoother runs in their businesses. RXIL has close to 7,000 MSMEs, 600+ buyers and 41 financiers on the platform.

To know more, check: <https://www.rxil.in/>

About SIDBI

Since its formation in 1990, SIDBI has been impacting the lives of citizens across various strata of the society through its integrated, innovative and inclusive approach. Be it traditional, domestic small entrepreneurs, bottom-of-the-pyramid entrepreneurs, to high-end knowledge-based entrepreneurs, SIDBI has directly or indirectly touched the lives of Micro and Small Enterprises (MSEs) through various credit and developmental engagements. SIDBI 2.0 carries the vision of inclusive, innovative and impact-oriented engagements.

To know more, check out: <https://www.sidbi.in>

About National Stock Exchange of India Limited (NSE)

National Stock Exchange of India (NSE) is the world's largest derivatives exchange by trading volume (contracts) as per the statistics maintained by Futures Industry Association (FIA) for calendar year 2020. NSE is ranked 4th in the world in the cash equities by number of trades as per the statistics maintained by the World Federation of Exchanges (WFE) for calendar year 2020. NSE was the first exchange in India to implement electronic or screen-based trading. It began operations in 1994 and is ranked as the largest stock exchange in India in terms of total and average daily turnover for equity shares every year since 1995, based on SEBI data. NSE has a fully-integrated business model comprising exchange listings, trading services, clearing and settlement services, indices, market data feeds, technology solutions and financial education offerings. NSE also oversees compliance by trading and clearing members with the rules and regulations of the exchange. NSE is a pioneer in technology and ensures the reliability and performance of its systems through a culture of innovation and investment in technology.

For more information, please visit: www.nseindia.com.