RATING RATIONALE

27 June 2025

Gujarat State Investments Limited

Brickwork Ratings (BWR) downgrades the long-term rating to BWR BB / Stable for Non-Convertible Debentures of Rs. 3000.00 crores of Gujarat State Investments Limited, based on the best available information, as the Issuer did not Cooperate.

Particulars

Instrument**	Amt (Rs. Crs.)		Tenure	Rating#	
	Previous	Present		Previous (22 July 2024)	Present
Non Convertible Debentures	3,000.00	**3,000.00**	Long Term	BWR BB+/Stable/ Continues to be in ISSUER NOT COOPERATING*/ Downgraded	**BWR BB/Stable/ Continues to be in ISSUER NOT COOPERATING*/ Downgraded**
Total	3,000.00	**3,000.00**		**INR Three Thousand Crores Only**	

#Please refer to BWR website **www.brickworkratings.com** for definition of the ratings
**Details of Bank Loan facilities,consolidation or instruments are provided in Annexures
*Issuer did not cooperate; based on best available information.
During the review period, GSIL has redeemed NCDs of Rs. 1000 Crs on its maturity, as confirmed by the Debenture trustee, BWR awaits necessary documents in compliance with BWR Rating Withdrawal Policy for the Withdrawal of Ratings

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) has downgraded the rating for the NCDs Rs. 3000.00 crores at BWR BB/Stable of Gujarat State Investments Limited (GSIL or the company), and continues the ratings to be in the ISSUER NOT COOPERATING* category in compliance with regulatory guidelines and BWR Policy on ISSUER NOT COOPERATING* category.

Brickwork Ratings (BWR) had consistently taken up with the company through various emails and telephonic calls to provide the requisite information for the review of the ratings. Despite the best efforts of BWR to get at least the minimum required information for a review, the company continues to be non-cooperative. Further, the company had not been submitting the monthly 'No Default Statement' (NDS) in deviation from the extant guidelines. BWR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, and in compliance with regulatory guidelines BWR has downgraded the long-term rating at BWR BB/Stable/ continues to be in the ISSUER NOT COOPERATING* category. The lenders/investors may note to exercise due caution while using the rating that mentions "Issuer Not Cooperating" since the rating lacks any projections or forward-looking component as it is arrived at based on the best available information without any management/banker's interaction.

**Issuer did not cooperate; based on best available information.*

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of the information required for a review of the rating.

ANALYTICAL APPROACH BWR has taken a Standalone Approach. To arrive at its ratings, BWR has taken standalone financials of GSIL into consideration and implicit support of Government of Gujarat towards servicing of debt obligations including interest for the said rated NCDs. BWR has applied its rating methodology as detailed in the Rating Criteria below (hyperlinks provided at the end of this rationale).

KEY FINANCIAL INDICATORS - [As available with BWR]

Parameters for the year ended	Units	31 March 2023	31st March 2024	31st March 2025
Result Type			**Audited**	**Audited**
Operating Income	Rs Crs	NA	NA	NA
Profit after tax	Rs Crs	NA	NA	NA
Net Worth	Rs Crs	NA	NA	NA
Borrowings	Rs Crs	NA	NA	NA
Gearing	Times	NA	NA	NA

Please refer to the following link for the previous detailed rationale that captures the Key financial indicators.**View document**

COMPANY PROFILE

Gujarat State Investments Limited (GSIL) was incorporated on 29th January 1988 under the provisions of the Companies Act. GSIL is a Government Company in accordance with Section 2 (45) of the Companies Act and is registered as a Core Investment Company with the Reserve Bank of India. GSIL is the investment arm of Government of Gujarat(GoG). GSIL works as an Investment Company under the GoG's Finance Department. GSIL holds investments of GoG in various state sector entities. GSIL's main objective is to hold and manage the portfolio of investments in listed and unlisted companies, so that resources can be mobilized for growth of these companies. GSIL endeavors to further the policies of the GoG from time to time.

As per the Government Resolution (GR) dated 26 July 2018, the government approved transfer of the aforesaid NCDs of Rs.6000 Crs from Gujarat State Petroleum Corporation Limited (GSPC) to Gujarat State Investments Limited (GSIL) under Financial Realignment Plan of GSPC. The GR further states that the Government of Gujarat (GoG) will support GSIL for the payment towards the NCD interest and principal repayment. The Energy & Petrochemicals Department will make the necessary budgetary provision in the budget of relevant years for the same. BWR factors the aforesaid and the debenture trustee feedback for the present review.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY (IF ANY)
There is no outstanding non-cooperation rating with other Credit Rating Agencies.

RATING HISTORY FOR THE PREVIOUS THREE YEARS [Including withdrawal and Suspended]

Instrument	Current Rating			Rating History		
	Amt. Rs. Cr	Tenure	Rating	2024 (22 July 2024	2023	2022 (15 Dec. 2022)
NCD	3000	Long Term	BWR BB/ Stable/ISSUER NOT COOPERATING*/ Downgraded	BWR BB+/ Stable/ISSUER NOT COOPERATING*/ Downgraded (22 July 2024) BWR AA/Stable ISSUER NOT COOPERATING */ Reaffirmed (12 Jan 2024)	-	BWR AA/ Stable Reaffirmation
Total	3000	INR Three Thousand Crores Only				

During the review period, GSIL has redeemed the aforesaid NCDs of Rs. 1000 Crs on its maturity, BWR awaits necessary documents in compliance with BWR Rating Withdrawal Policy for the Withdrawal of Ratings

COMPLEXITY LEVELS OF THE INSTRUMENTS : Complex
For more information, visit Complexity Levels

Hyperlink/Reference to applicable criteria

- General Criteria
- Approach to Financial Ratios
- What Constitutes Non-Cooperation
- Banks and Financial Institutions
- Ratings based on Government Support
- BWR Rating Withdrawal Policy

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Gujarat State Investments Limited

Annexure - I

Details of Bank Loan facilities rated by BWR:

Name of Lender	Facility	Long Term (Rs. Crs.)	Short Term (Rs. Crs.)	Total (Rs. Crs.)	Complexity
Nil	Nil	Nil	Nil	Nil	Nil

Annexure - II

NCD Details

Instrument	Issue Date	Amount (Rs. Crs.)	Coupon rate (%)	Maturity date	ISIN Particulars	Complexity of the Instrument##
NCD	28-May-2019	2,000.00	9.03%	22-Mar-2028	INE08EQ08031	Complex
NCD	28-May-2019	1,000.00	9.45%	22-Mar-2025	INE08EQ08056	Complex
Total		**3,000.00**	**Rupees Three Thousand Crores only**			

During the review period, GSIL has redeemed the aforesaid NCDs of Rs. 1000 Crs on its maturity, BWR awaits necessary documents in compliance with BWR Rating Withdrawal Policy for the Withdrawal of Ratings

##BWR complexity levels are meant for educating investors. The BWR complexity levels are available at **www.brickworkratings.com / download / ComplexityLevels.pdf**. Investors queries can be sent to **info@brickworkratings.com**

Annexure - III

List of Entities Consolidated

Name of the Entity	% of Ownership	Extent of Consolidation	Rationale for Consolidation
Nil	Nil	Nil	Nil

For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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