

Reliance Infrastructure Limited
 March 04, 2021

Ratings

| Facilities/Instruments | Amount (Rs. crore) | Ratings | Rating Action |
|------------------------------------|-------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|-------------------------------------------------------|
| Long Term Bank Facilities | 1,654.38 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating moved to ISSUER NOT COOPERATING category |
| Short-Term Bank Facilities | 600.00 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating moved to ISSUER NOT COOPERATING category |
| Total Bank Facilities | 2,254.38 (Rs. Two Thousand Two Hundred Fifty-Four Crore and Thirty-Eight Lakhs Only) | | |
| Non-Convertible Debentures | 600.00 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating moved to ISSUER NOT COOPERATING category |
| Non-Convertible Debentures | 103.00 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating moved to ISSUER NOT COOPERATING category |
| Total Long-Term Instruments | 703.00 (Rs. Seven Hundred Three Crore Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

Reliance Infrastructure Limited (RIL) has not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. In line with the extant SEBI guidelines, CARE's ratings on RIL's Long-Term and Short-Term bank facilities and Non-Convertible Debentures will now be denoted as **CARE D; ISSUER NOT COOPERATING***

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above ratings.

The reaffirmation of ratings to bank facilities and instruments of Reliance Infrastructure Limited (R-Infra) continues to be constrained by ongoing delays in servicing of debt obligations of the company.

Rating Sensitivities**Positive rating sensitivities**

- Timely servicing of debt obligation (i.e. principal and interest) of the company for more than 90 days.

Detailed description of the key rating drivers**Key Rating Weaknesses****Ongoing delays in debt servicing**

There are ongoing delays in servicing of debt obligations of the company on account of weak liquidity profile.

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Criteria on assigning Outlook to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

[Criteria for Short Term Instruments](#)

[Financial ratios – Non-Financial Sector](#)

[Liquidity Analysis of Non-financial Sector entities](#)

[Rating Methodology - Infrastructure Sector Ratings](#)

About the Company

RInfra is the flagship company of the Reliance ADAG (controlled by Mr. Anil D. Ambani). RInfra is into developing projects through various Special Purpose Vehicles (SPVs) in sectors such as Power, Roads and Metro Rail in the Infrastructure and the Defense sector. The company also provides Engineering, Procurement and Construction (EPC) services for developing power and road projects.

| Brief Financials (Rs. crore) | FY19 (A) | FY20 (A) |
|------------------------------|----------|----------|
| Total operating income | 3104.06 | 2944.21 |
| PBILDT | 2166.31 | 1699.61 |
| PAT | -4887.23 | 1031.27 |
| Overall gearing (times) | 0.43 | 0.55 |
| Interest coverage (times) | 1.73 | 1.85 |

A: Audited

CARE has adjusted financials of RInfra for analytical purpose.

Status of non-cooperation with previous CRA: NA

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

| Name of the Instrument | ISIN No. | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating assigned along with Rating Outlook |
|---------------------------------------|--------------|------------------|-------------|------------------|-------------------------------|-------------------------------------------|
| Fund-based - LT-Term Loan | | - | - | - | 1654.38 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - ST-Term loan | | - | - | - | 600.00 | CARE D; ISSUER NOT COOPERATING* |
| Debentures-Non Convertible Debentures | INE036A07534 | March 28, 2018 | 11.50% | March 24, 2020 | 103.00 | CARE D; ISSUER NOT COOPERATING* |
| Debentures-Non Convertible Debentures | INE036A07294 | June 15, 2013 | 11.50% | January 21, 2022 | 600.00 | CARE D; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings | | | Rating history | | | |
|---------|----------------------------------------|-----------------|--------------------------------|--------|-------------------------------------------|-------------------------------------------|-------------------------------------------------------|----------------------------------------------------------|
| | | Type | Amount Outstanding (Rs. crore) | Rating | Date(s) & Rating(s) assigned in 2020-2021 | Date(s) & Rating(s) assigned in 2019-2020 | Date(s) & Rating(s) assigned in 2018-2019 | Date(s) & Rating(s) assigned in 2017-2018 |
| 1. | Debentures-Non Convertible Debentures | LT | - | - | - | - | 1)Withdrawn (26-Nov-18) 2)CARE B (CWD) (31-Jul-18) | 1)CARE A-(CWD) (02-Jan-18) 2)CARE A-(CWN) (02-Sep-17) |

| | | | | | | | | |
|----|---------------------------------------|----|---------|---------------------------------|----------------------|------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|
| | | | | | | | 3)CARE BBB+ (CWD) (27-Jul-18) | 3)CARE A+ (CWD) (14-Apr-17) |
| 2. | Debentures-Non Convertible Debentures | LT | 600.00 | CARE D; ISSUER NOT COOPERATING* | 1)CARE D (03-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING* (23-Jan-20) 2)CARE C; ISSUER NOT COOPERATING* (25-Jun-19) | 1)CARE B; Stable; ISSUER NOT COOPERATING* (09-Jan-19) 2)CARE B; Stable (26-Nov-18) 3)CARE B (CWD) (31-Jul-18) 4)CARE BBB+ (CWD) (27-Jul-18) | 1)CARE A- (CWD) (02-Jan-18) 2)CARE A- (CWN) (02-Sep-17) 3)CARE A+ (CWD) (14-Apr-17) |
| 3. | Commercial Paper-CP/STD | ST | - | - | - | - | - | 1)Withdrawn (02-Sep-17) 2)CARE A1+ (CWD) (14-Apr-17) |
| 4. | Fund-based - LT-Term Loan | LT | 1654.38 | CARE D; ISSUER NOT COOPERATING* | 1)CARE D (03-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING* (23-Jan-20) 2)CARE D; ISSUER NOT COOPERATING* (25-Jun-19) | 1)CARE B; Stable; ISSUER NOT COOPERATING* (09-Jan-19) 2)CARE B; Stable (26-Nov-18) 3)CARE B (CWD) (31-Jul-18) 4)CARE BBB+ (CWD) (27-Jul-18) | 1)CARE A- (CWD) (02-Jan-18) 2)CARE A- (CWN) (02-Sep-17) 3)CARE A+ (CW) (14-Apr-17) |
| 5. | Fund-based - ST-Term loan | ST | 600.00 | CARE D; ISSUER NOT COOPERATING* | 1)CARE D (03-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING* (23-Jan-20) 2)CARE D; ISSUER NOT COOPERATING* (25-Jun-19) | 1)CARE A4; ISSUER NOT COOPERATING* (09-Jan-19) 2)CARE A4 (26-Nov-18) 3)CARE A4 (CWD) (31-Jul-18) 4)CARE A2 (CWD) (27-Jul-18) | 1)CARE A2+ (CWD) (02-Jan-18) 2)CARE A2+ (CWN) (02-Sep-17) 3)CARE A1+ (CWD) (14-Apr-17) |
| 6. | Debentures-Non Convertible Debentures | LT | 103.00 | CARE D; ISSUER NOT COOPERATING* | 1)CARE D | 1)CARE D; ISSUER NOT COOPERATING* | 1)CARE B; Stable; ISSUER | 1)CARE A- (CWD) (02-Jan-18) |

| | | | | | | | | |
|--|--|--|--|--|-------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|
| | | | | | (03-Dec-20) | (23-Jan-20) 2)CARE C; ISSUER NOT COOPERATING* (25-Jun-19) | NOT COOPERATING* (09-Jan-19) 2)CARE B; Stable (26-Nov-18) 3)CARE B (CWD) (31-Jul-18) 4)CARE BBB+ (CWD) (27-Jul-18) | 2)CARE A- (CWN) (02-Sep-17) 3)CARE A+ (CWD) (14-Apr-17) |
|--|--|--|--|--|-------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|

Annexure-3: Complexity level of various instruments rated for this company

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|---------------------------------------|------------------|
| 1. | Debentures-Non Convertible Debentures | Simple |
| 2. | Fund-based - LT-Term Loan | Simple |
| 3. | Fund-based - ST-Term loan | Simple |

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

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Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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