

IL&FS is one of the leading companies operating in India's infrastructure development space. The company has a strong investor profile with LIC of India and ORIX Corporation, Japan together holding a 49% stake. The company had restructured its business in FY08 and converted itself into a holding company after demerging its lending and advisory business to its subsidiary, IL&FS Financial Services Ltd ('IND D'). The company received a core investment company licence in September 2012.

FINANCIAL SUMMARY

Particulars	FY18	FY17
Total assets (INR million)	239,082	194,312
Total equity (INR million)	48,380	43,128
Net income (INR million)	4,465	2,425*
Return on average assets (%)	2.06	1.23
Leverage ratio (x)	2.30	2.23

Source: Company
*Post deduction of dividend on non-convertible, redeemable, cumulative preference shares

RATING HISTORY

Instrument Type	Current Rating			Historical Rating/Rating Watch/Outlook			
	Rating Type	Rated Limits (million)	Rating	11 September 2018	24 August 2018	1 March 2018	22 March 2016
Issuer rating	Long-term/Short term	-	IND D/IND D	IND BB/RWN/IND A4+/RWN	IND AA+/RWN/IND A1+/RWN	IND AAA/Stable/IND A1+	IND AAA/Stable/IND A1+
Long-term debt	Long-term	INR93600.8	IND D	IND BB/RWN	IND AA+/RWN	IND AAA/Stable	IND AAA/Stable
Subordinated debt	Long-term	INR1,000	IND D	IND BB/RWN	IND AA+/RWN	IND AAA/Stable	IND AAA/Stable
Short-term debt	Short-term	INR12,250	IND D	IND A4+/RWN	IND A1+/RWN	IND A1+	IND A1+
Bank loans	Long-term	INR3000	IND D	IND BB/RWN	IND AA+/RWN	IND AAA/Stable	-

ANNEXURE

Instrument Type	ISIN	Date of Issue	Coupon (%)	Maturity Date	Rated Limits (million)*	Rating/Rating watch
Long-term debt	INE871D07GJ5	1 March 2006	7.8	1 March 2021	INR0.80	IND D
Long-term debt	INE871D07JN1	15 December 2008	12.2	15 December 2018	INR1,400.00	IND D
Long-term debt	INE871D07LU2	20 May 2010	8.96	20 May 2025	INR3,500.00	IND D
Long-term debt	INE871D07LZ1	17 August 2010	9.35	17 August 2035	INR1,500.00	IND D
Long-term debt	INE871D07MC8	24 December 2010	9.2	24 December 2020	INR250.00	IND D
Long-term debt	INE871D07ME4	22 February 2011	9.7	22 February 2021	INR3,250.00	IND D
Long-term debt	INE871D07MH7	25 July 2011	9.68	25 July 2021	INR1,500.00	IND D
Long-term debt	INE871D07MU0	19 December 2012	9.4	19 December 2022	INR1,000.00	IND D
Long-term debt	INE871D07ND4	4 February 2014	9.95	4 February 2019	INR770.00	IND D
Long-term debt	INE871D07NE2	4 February 2014	9.95	4 February 2021	INR1,060.00	IND D
Long-term debt	INE871D07NF9	4 February 2014	9.9	4 February 2024	INR170.00	IND D
Long-term debt	INE871D07NG7	13 February 2014	9.9	13 February 2021	INR1,000.00	IND D
Long-term debt	INE871D07NH5	13 February 2014	9.9	13 February 2024		IND D
Long-term debt	INE871D07NJ1	13 August 2014	9.55	13 August 2024	INR2,000.00	IND D
Long-term debt	INE871D07NK9	29 December 2014	9	29 December 2024	INR2,000.00	IND D
Long-term debt	INE871D07NL7	21 January 2015	8.72	21 January 2025	INR2,000.00	IND D
Long-term debt	INE871D07NM5	23 January 2015	8.75	23 January 2025	INR500.00	IND D
Long-term debt	INE871D07OI1	24 August 2015	8.69	24 August 2025	INR1,000.00	IND D
Long-term debt	INE871D07OJ9	25 August 2015	8.69	25 August 2025	INR1,000.00	IND D
Long-term debt	INE871D07OK7	21 September 2015	8.8	21 September 2020	INR2,270.00	IND D
Long-term debt	INE871D07OL5	21 September 2015	8.75	21 September 2025	INR230.00	IND D
Long-term debt	INE871D07OM3	22 September 2015	8.8	22 September 2020	INR830.00	IND D
Long-term debt	INE871D07OQ4	28 October 2015	8.5	28 October 2020	INR900.00	IND D
Long-term debt	INE871D07OW2	25 January 2016	8.7	25 July 2019	INR250.00	IND D
Long-term debt	INE871D07OX0	25 January 2016		25 January 2021		IND D
Long-term debt	INE871D07OY8	9 March 2016	8.8	9 March 2026	INR500.00	IND D
Long-term debt	INE871D07OZ5	15 March 2016	8.9	15 March 2019	INR520.00	IND D
Long-term debt	INE871D07PA5					IND D
Long-term debt	INE871D07PB3	15 March 2016		15 March 2021		IND D
Long-term debt	INE871D07PF4	18 March 2016	9	18 September 2019	INR1,700.00	IND D
Long-term debt	INE871D07PG2	18 March 2016	9.2	18 March 2021		IND D

Instrument Type	ISIN	Date of Issue	Coupon (%)	Maturity Date	Rated Limits (million)*	Rating/Rating watch
Long-term debt	INE871D07PP3	1 March 2017	8.25	1 March 2022	INR500.00	IND D
Long-term debt	INE871D07PQ1	3 March 2017	8	3 March 2019	INR100.00	IND D
Long-term debt	INE871D07PR9	3 March 2017	8	3 March 20	INR50.00	IND D
Long-term debt	INE871D07PS7	3 March 2017	8.25	3 March 2022	INR200.00	IND D
Long-term debt	INE871D07QD7	2 August 2017	7.65	2 August 2022	INR1,450.00	IND D
Long-term debt	INE871D07QE5	2 August 2017	7.7	2 August 2024		IND D
Long-term debt	INE871D07QF2	2 August 2017	7.7	2 Aug 2027		IND D
Long-term debt	INE871D07QI6	18 August 2017	7.6	18 August 2020	INR500.00	IND D
Long-term debt	INE871D07QJ4	28 August 2017	7.73	28 December 2020	INR1,500.00	IND D
Long-term debt	INE871D07QK2	7 September 2017	7.6	7 September 2020	INR1,000.00	IND D
Long-term debt	INE871D07QL0	7 September 2017	7.65	7 September 2022		IND D
Long-term debt	INE871D07QN6	7 September 2017	7.7	7 September 2027		IND D
Long-term debt	INE871D07QO4	20 September 2017	7.85	20 September 2027	INR2,000.00	IND D
Long-term debt	INE871D07QP1	26 September 2017	7.65	26 September 2020	INR500.00	IND D
Long-term debt	INE871D07QQ9	29 September 2017	7.6	29 September 2020	INR500.00	IND D
Long-term debt	INE871D07QR7	30 October 2017	7.85	30 December 2022	INR1,750.00	IND D
Long-term debt	INE871D07QS5	30 October 2017	7.88	30 October 2024	INR500.00	IND D
Long-term debt	INE871D07QV9	14 November 2017	7.8	30 November 2020	INR1,070.00	IND D
Long-term debt	INE871D07QU1	14 November 2017	7.75	14 November 2019	INR150.00	IND D
Long-term debt	INE871D07QW7	11 January 2018	8.3	11 January 2023	INR1,000.00	IND D
Long-term debt	INE871D07QX5	15 January 2018	8.3	15 January 2023	INR1,000.00	IND D
Long-term debt	INE871D07QY3	15 January 2018	8.4	15 January 2025	INR1,500.00	IND D
Long-term debt	INE871D07QZ0	19 January 2018	8.3	19 January 2023	INR500.00	IND D
Long-term debt	INE871D07RA1	24 January 2018	8.3	24 January 2023	INR800.00	IND D
Long-term debt	INE871D07RD5	6 February 2018	8.4	6 February 2025	INR340.00	IND D
Long-term debt	INE871D07RC7	6 February 2018	8.3	6 April 2023	INR500.00	IND D
Long-term debt	INE871D07RE3	9 March 2018	8.55	9 March 2025	INR630.00	IND D
Long-term debt	INE871D07RF0	9 March 2018	8.65	9 March 2028	INR700.00	IND D
Long-term debt	INE871D07RG8	13 March 2018	8.45	13 March 2023	INR250.00	IND D
Long-term debt	INE871D07RI4	22 March 2018	8.65	22 March 2028	INR230.00	IND D
Long-term debt	INE871D07RH6	22 March 2018	8.55	22 March 2025	INR200.00	IND D
Long-term debt	INE871D07RJ2	27 March 2018	8.65	27 March 2028	INR250.00	IND D
Long-term debt	INE871D07RK0	15 May 2018	8.9	23 May 2023	INR1,690.00	IND D
Long-term debt	INE871D07RL8	15 May 2018	9	15 May 2028	INR910.00	IND D
Long-term debt	INE871D07RM6	30 May 2018	9	9 June 2023	INR1,500.00	IND D
Long-term debt	INE871D07RN4	30 May 2018	9.1	30 May 2028	INR500.00	IND D
Long-term debt	INE871D07RO2	27 June 2018	9.05	27 June 2023	INR1,000.00	IND D
Long-term debt	INE871D07RP9	27 June 2018	9.15	27 June 2028	INR1,000.00	IND D
		Total outstanding			INR57,370.80	
		Unutilised			INR36,230.00	
		Total			INR93,600.8	

*Amount outstanding on 31 August 2018

COMPLEXITY LEVEL OF INSTRUMENTS

For details on the complexity level of the instruments, please visit <https://www.indiaratings.co.in/complexity-indicators>.

SOLICITATION DISCLOSURES

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

ABOUT INDIA RATINGS AND RESEARCH

About India Ratings and Research: India Ratings and Research (Ind-Ra) is India's most respected credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance and leasing companies, managed funds, urban local bodies and project finance companies.

Headquartered in Mumbai, Ind-Ra has seven branch offices located in Ahmedabad, Bengaluru, Chennai, Delhi, Hyderabad, Kolkata and Pune. Ind-Ra is recognised by the Securities and Exchange Board of India, the Reserve Bank of India and National Housing Bank.

India Ratings is a 100% owned subsidiary of the Fitch Group.

For more information, visit www.indiaratings.co.in.

DISCLAIMER

ALL CREDIT RATINGS ASSIGNED BY INDIA RATINGS ARE SUBJECT TO CERTAIN LIMITATIONS AND DISCLAIMERS. PLEASE READ THESE LIMITATIONS AND DISCLAIMERS BY FOLLOWING THIS LINK: [HTTPS://WWW.INDIARATINGS.CO.IN/RATING-DEFINITIONS](https://www.indiaratings.co.in/RATING-DEFINITIONS). IN ADDITION, RATING DEFINITIONS AND THE TERMS OF USE OF SUCH RATINGS ARE AVAILABLE ON THE AGENCY'S PUBLIC WEBSITE WWW.INDIARATINGS.CO.IN. PUBLISHED RATINGS, CRITERIA, AND METHODOLOGIES ARE AVAILABLE FROM THIS SITE AT ALL TIMES. INDIA RATINGS' CODE OF CONDUCT, CONFIDENTIALITY, CONFLICTS OF INTEREST, AFFILIATE FIREWALL, COMPLIANCE, AND OTHER RELEVANT POLICIES AND PROCEDURES ARE ALSO AVAILABLE FROM THE CODE OF CONDUCT SECTION OF THIS SITE.

Applicable Criteria

[Financial Institutions Rating Criteria](#)
[Non-Bank Finance Companies Criteria](#)

Analyst Names

Primary Analyst

Prakash Agarwal

Director and Head Financial Institutions

India Ratings and Research Pvt Ltd Wockhardt Towers, 4th floor, West Wing Plot C-2, G Block. Bandra Kurla Complex Bandra (East),

Mumbai 400051

+91 22 40001753

Secondary Analyst

Pankaj Naik

Associate Director

+91 22 40001723

Committee Chairperson

Sandeep Singh

Senior Director and Head Structured Finance

+91 22 40001735

Media Relation

Namita Sharma

Manager – Corporate Communication

+91 22 40356121

Infrastructure Leasing & Financial Services Limited

September 17, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-Convertible Debenture Programme	5,225.00	5,225.00	[ICRA]D; downgraded from [ICRA]BB& and removed from watch with developing implications
Commercial paper programme	2,500.00	2,500.00	[ICRA]D; downgraded from [ICRA]A4& and removed from watch with developing implications
Long Term – Term Loans	350.00	350.00	[ICRA]D; downgraded from [ICRA]BB& and removed from watch with developing implications
Total	8,075.00	8,075.00	

& - Under rating watch with developing implications; *Instrument details are provided in Annexure-1;

Rating action

ICRA has revised the long-term rating for the Rs. 5,225 crore non-convertible debenture programme and the Rs. 350 crore term loans of Infrastructure Leasing & Financial Services Limited (IL&FS) to [ICRA]D (pronounced ICRA D) from [ICRA]BB (pronounced ICRA double B). ICRA has revised the short-term rating for the Rs. 2,500 crore commercial paper programme of IL&FS to [ICRA]D (pronounced ICRA D) from [ICRA]A4 (pronounced ICRA A four). The ratings have been removed from watch with developing implications.

Rationale

The rating revision takes into account the recent irregularities in debt servicing by the company. The liquidity position at a group levels remains under challenge given the delays in raising funds from the promoters in accordance with the earlier stated plans, deterioration in the credit profile of key investee companies and sizeable debt repayment obligations. The company had planned to raise Rs. 4,500 crore equity (through rights issue) and Rs. 3,500 crore long-term line of credit from its shareholders. These plans, however, are yet to be finalised.

Key rating drivers

Credit strengths: Not applicable

Credit challenges

Weak liquidity profile resulting in delays in debt servicing – The company was unable to meet the commercial paper (CP) redemption obligations due on September 14, 2018. Furthermore, on September 15, 2018, the company reported that it had received notices for delays and defaults in servicing some of the inter corporate deposits (ICD) accepted by it. The liquidity profile of the group has been under pressure given the delays in fund raising as initially envisaged, deterioration in credit profile of key investee companies and the sizeable repayment obligations at group level in the near term. The company is in the process of raising Rs. 8,000 crore of funds from the promoter group (through a mix of rights issue and long-term line of credit). ICRA notes that timely receipt of the same remains important to improve the overall liquidity profile of the company.

High leverage resulting from the sizeable capital requirement across subsidiaries – IL&FS is a core investment company (CIC) and serves as the holding company of the IL&FS Group, with most business operations domiciled in separate companies. Over the years, the increase in funding requirement across Group ventures, owing to cost over-run and liquidity support, exacerbated by delay in settlement of claims of Rs. 9,000 crores has resulted in an increase in the company's debt and consequently leverage levels, though it continues to remain below the regulatory levels. As on March 31, 2018, the company had a reported gearing of 3.04 times (on a stand-alone basis) and regulatory gearing of 2.30 times (reported gearing of 2.60 times and regulatory gearing of 2.23 times as on March 31, 2017 respectively). Additionally, the company has provided credit enhancement towards debt availed by various Group companies.

Ability to achieve material progress on strategic initiatives remains critical for deleveraging – The company's investment portfolio includes Group ventures, in line with the CIC guidelines. IL&FS' investment portfolio remains relatively illiquid with large investments in Group companies engaged in long-gestation and capital-intensive projects. With a portfolio of mature / operational assets, IL&FS has strategically followed an opportunistic divestment business model to monetize its investment portfolio, though the progress on the same has been relatively slow owing to limited investor interest in the sector. The company plans to raise Rs. 4,500 crore through a rights issue and avail a Rs. 3,500 crore line of credit from the promoter group in H1 FY2019. Other initiatives being pursued by the company include debt refinance at the project execution entity which would help in up-streaming of cash flows, partnering with strategic investors at a project level and monetisation of assets.

Modest profitability and return indicators – With the reorganization of the company's operations as a holding company the company's revenue profile has shifted in favour of fund-based income, including dividend and interest income. In addition to this, the income from lease rental provides a stable revenue source. The total income increased to Rs. 1,899 crore in FY2018, a modest growth of 6% over the previous fiscal, supported by the increase in interest income. The operating profitability continued its downward slide to 1.52% of average total assets (ATA) in FY2018 from 1.81% in FY2017 owing to contraction in the investment income, despite moderating in operating expense. The net profitability was however supported by income tax write-back (Rs. 361 crore) in FY2018 which led to an improvement the return on asset (RoA) to 2.67% from 1.93% in FY2017, though it continues to remain low.

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[ICRA's Credit Rating Methodology for Non-Banking Finance Companies](#)

[ICRA's Approach for Rating Commercial Papers](#)

About the company

IL&FS Limited was incorporated in 1987 with the objective of promoting infrastructure projects in the country. IL&FS was promoted by the Central Bank of India (CBI), Housing Development Finance Corporation Limited (HDFC) and Unit Trust of India (now, Specified Undertaking of Unit Trust of India - SUUTI). While SUUTI has largely exited (stake of 0.82% as on March 31, 2018), the shareholding has broadened over the years with the participation of many institutional shareholders. As on March 31, 2018, Life Insurance Corporation of India (LIC) and ORIX Corporation Japan were the largest shareholders in IL&FS with their stake holding at 25.34% and 23.54% respectively, while Abu Dhabi Investment Authority (ADIA), HDFC, CBI and SBI stake holding are at 12.56%, 9.02%, 7.67% and 6.42% respectively.

Over the years IL&FS' focus has steadily shifted from project sponsorship to that of project advisory and project facilitator for development and implementation of projects. IL&FS acts as the main holding company of the IL&FS Group with most business operations domiciled in separate companies. IL&FS's Group companies are currently involved in infrastructure related project sponsorship, development & advisory, investment banking, corporate advisory, asset management and advisory services in environmental and social management, with presence across sectors like surface transportation, urban infrastructure, energy (thermal and renewable), education, maritime & ports etc.

Key financial indicators (audited)

	FY 2017	FY 2018
Total Income	1,787	1,899
Profit after tax (PAT)	383	584
Net Worth [^]	4,998	5,541
Total managed portfolio	3,887	5,736
Total managed assets	19,598	24,153
Return on managed assets (PAT/AMA)	1.93%	2.67%
Return on average net worth (PAT/Avg. net worth)	7.86%	11.09%
Reported Gearing	2.60	3.03
CIC Leverage ratio	2.23	2.30
Gross NPA%	0.00%	0.00%
Net NPA%	0.00%	0.00%
Net NPA/Net worth	0%	0%

[^]Net worth does not include preference share capital and Revaluation Reserve

#AMA – average managed asset

Source: Company; Amount in Rs. crore

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Sr. No.	Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)	Chronology of Rating History for the past 3 years									
					Current Rating (FY2019)			FY2018			FY2017			FY2016
					Sep-18	Sep-18	Aug-18	Mar-18	Jan-18	Nov-17	May-17	Apr-16	Feb-16	
1.	Commercial Paper Programme	Short Term	2,500	NA	[ICRA] D	[ICRA] A4&	[ICRA] A1+&	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	[ICRA] A1+	[ICRA]A 1+	
2.	Non-Convertible Debenture Programme	Long Term	5,225	3,343.58	[ICRA] D	[ICRA] BB&	[ICRA] AA+&	[ICRA]A AA (stable)	[ICRA]A AA (stable)	[ICRA] AAA (stable)	[ICRA] AAA (stable)	[ICRA] AAA (stable)	[ICRA]A AA (stable)	
3.	Long Term – Term Loans	Long Term	350	350	[ICRA] D	[ICRA] BB&	[ICRA] AA+&	[ICRA]A AA (stable)	[ICRA]A AA (stable)	[ICRA] AAA (stable)	[ICRA] AAA (stable)	-	-	

& - under rating watch with developing implications

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument Details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan	19-Aug-14	-	19-Aug-18	75.00	[ICRA]D
NA	Term Loan	19-Aug-14	-	19-Aug-19	75.00	[ICRA]D
NA	Term Loan	30-Mar-15	-	30-Mar-19	62.50	[ICRA]D
NA	Term Loan	30-Mar-15	-	30-Mar-20	62.50	[ICRA]D
NA	Term Loan	16-Dec-16	-	30-Mar-19	20.00	[ICRA]D
NA	Term Loan	16-Dec-16	-	30-Mar-20	20.00	[ICRA]D
NA	Term Loan	20-Mar-17	-	30-Mar-19	17.50	[ICRA]D
NA	Term Loan	20-Mar-17	-	30-Mar-20	17.50	[ICRA]D
INE871D07GJ5	NCD	1-Mar-06	7.80%	1-Mar-21	0.08	[ICRA]D
INE871D07MK1	NCD	16-Sep-11	9.78%	16-Sep-19	75.00	[ICRA]D
INE871D07MO3	NCD	5-Dec-11	9.98%	5-Dec-18	75.00	[ICRA]D
INE871D07MP0	NCD	5-Dec-11	9.98%	5-Dec-21	225.00	[ICRA]D
INE871D07MS4	NCD	12-Mar-12	9.85%	12-Mar-22	210.00	[ICRA]D
INE871D07MU0	NCD	19-Dec-12	9.40%	19-Dec-22	100.00	[ICRA]D
INE871D07MV8	NCD	21-Jan-13	9.10%	21-Jan-20	46.50	[ICRA]D
INE871D07MW6	NCD	24-Jan-13	9.30%	24-Jan-38	50.00	[ICRA]D
INE871D07MZ9	NCD	23-Aug-13	11%	23-Aug-18	200.00	[ICRA]D
INE871D07NC6	NCD	26-Aug-13	10.50%	26-Aug-18	69.00	[ICRA]D
INE871D07NI3	NCD	28-Jul-14	9.50%	28-Jul-24	300.00	[ICRA]D
INE871D07NJ1	NCD	13-Aug-14	9.55%	13-Aug-24	200.00	[ICRA]D
INE871D07NW4	NCD	20-Apr-15	ZERO COUPON/ 8.65% XIRR	10-Apr-18	50.00	[ICRA]D
INE871D07NX2	NCD	21-Apr-15	ZERO COUPON/ 8.65% XIRR	21-May-18	55.00	[ICRA]D
INE871D07NZ7	NCD	20-May-15	8.75%	21-May-18	10.00	[ICRA]D
INE871D07OA8	NCD	20-May-15	8.75%	20-May-20	40.00	[ICRA]D
INE871D07OB6	NCD	23-Jul-15	8.78%	23-Jul-20	100.00	[ICRA]D
INE871D07OC4	NCD	29-Jul-15	8.75%	29-Jul-20	100.00	[ICRA]D
INE871D07OF7	NCD	10-Aug-15	8.74%	10-Aug-18	80.00	[ICRA]D
INE871D07OH3	NCD	11-Aug-15	8.74%	11-Aug-18	100.00	[ICRA]D
INE871D07OK7	NCD	21-Sep-15	8.80%	21-Sep-20	227.00	[ICRA]D
INE871D07OLS	NCD	21-Sep-15	8.75%	21-Sep-25	23.00	[ICRA]D
INE871D07OM3	NCD	22-Sep-15	8.80%	22-Sep-20	83.00	[ICRA]D
INE871D07PK4	NCD	28-Sep-16	ZERO COUPON/ 8.05% XIRR	23-Sep-19	100.00	[ICRA]D
INE871D07PL2	NCD	24-Oct-16	7.85%	24-Oct-19	25.00	[ICRA]D
INE871D07PM0	NCD	24-Oct-16	7.90%	24-Oct-21	50.00	[ICRA]D
INE871D07PP3	NCD	1-Mar-17	8.25%	1-Mar-22	50.00	[ICRA]D
INE871D07PQ1	NCD	3-Mar-17	8%	3-Mar-19	10.00	[ICRA]D
INE871D07PR9	NCD	3-Mar-17	8%	3-Mar-20	5.00	[ICRA]D

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE871D07PS7	NCD	3-Mar-17	8.25%	3-Mar-22	20.00	[ICRA]D
INE871D07PT5	NCD	21-Mar-17	8.09%	15-May-20	300.00	[ICRA]D
INE871D07PU3	NCD	11-May-17	8%	11-May-20	30.00	[ICRA]D
INE871D07PV1	NCD	11-May-17	8.06%	11-May-22	55.00	[ICRA]D
INE871D07PW9	NCD	11-May-17	8.09%	10-May-24	65.00	[ICRA]D
INE871D07PX7	NCD	6-Jun-17	8%	6-Jun-20	50.00	[ICRA]D
INE871D07PY5	NCD	6-Jun-17	8.06%	6-Jun-22	75.00	[ICRA]D
INE871D07PZ2	NCD	6-Jun-17	8.09%	6-Jun-24	25.00	[ICRA]D
INE871D07QA3	NCD	26-Jul-17	7.65%	26-Jul-22	50.00	[ICRA]D
INE871D07QB1	NCD	26-Jul-17	7.70%	26-Jul-24	130.00	[ICRA]D
-	Commercial Paper	NA	NA	7-365 days	2,500.00	[ICRA]D
	NCD [^]	NA	NA	NA	750.00	[ICRA]D

[^]Amount yet to be placed

Source: Infrastructure Leasing & Financial Services Limited

ANALYST CONTACTS

Karthik Srinivasan

+91 22 61143444

karthiks@icraindia.com

Samriddhi Chowdhary

+91 22 61143462

samriddhi.chowdhary@icraindia.com

Sainath Chandrasekaran

+91 22 61143439

sainath.chandrasekaran@icraindia.com

Parvathy S

+91 22 61143428

parvathy.s@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

+91-124-2866928 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 6606 9999

© Copyright, 2018 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents

Infrastructure Leasing & Financial Services Limited

September 17, 2018

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Non-convertible debentures	9,641.94	CARE D [Single D]	Revised from CARE BB; [Double B] and removed from credit watch with negative implications
Subordinate Debt	6.85	CARE D [Single D]	Revised from CARE BB; [Double B] and removed from credit watch with negative implications
Redeemable Preference Shares	1,500.00	CARE D (RPS) [Single D (Redeemable Preference Shares)]	Revised from CARE BB- (RPS); [Double B Minus (Redeemable Preference Shares)] and removed from credit watch with negative implications
Long Term Bank Facilities	400.00	CARE D [Single D]	Revised from CARE BB; [Double B] and removed from credit watch with negative implications
Non-fund based bank facilities	200.00	CARE D [Single D]	Revised from CARE BB / CARE A4; [Double B / A Four] and removed from credit watch with negative implications
Commercial Paper issue	2,500.00	CARE D [Single D]	Revised from CARE A4 [A Four] and removed from credit watch with negative implications
Total	14,248.79 (Rs. Fourteen Thousand Two Hundred Forty Eight Crore and Seventy Nine Lakhs only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

The rating revision takes into account the recent instances of irregularities in servicing of debt by the company. The liquidity profile of the group continues to be under stress on account of delay in raising funds from the promoters' and impending debt payments. Further, the company's plans to raise funds from promoters are yet to be finalized.

Detailed description of the key rating drivers**Key Rating Weaknesses**

Delay in servicing of debt obligations: IL&FS has made a disclosure on September 15, 2018 to the stock exchange that the commercial papers (CP) which were due on September 14, 2018 could not be serviced by the company. In addition, the company has received notices for delay and defaults in servicing some of the Inter Corporate Deposits (ICDs) accepted by it.

Delay in fund raising and asset monetization severely impacting the liquidity profile: As a part of the deleveraging plan, IL&FS group had envisaged monetization of certain identified assets to reduce debt levels, infusion of equity capital (Rs.4,500 crore) by H1FY19 to decrease leverage as well as have a funding line from promoter entities as a liquidity measure. However, the deleveraging has taken longer than expected time, while uncertainty about the timely infusion of funds vis-à-vis impending debt payment obligations in the near term has severely impacted the liquidity profile of the company.

Moderation in financial flexibility on account of increase in debt levels and longer time frame taken in offloading investments: IL&FS has a demonstrated track record of generating resources by inducting strategic partners or through

¹ Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

sale of assets to external investors. During FY11 to FY14, IL&FS realized profit of around Rs.1,461 crore on sale of stake in strategic investments. IL&FS sold the stake in group power generating company to its energy vertical subsidiary to consolidate its energy holdings at fair market value, which yielded aggregate profits of Rs.361 crore in FY15 and FY16. IL&FS has also sold stake in IL&FS Trust Company Ltd wherein it realized a profit of Rs.113 crore in FY16 and Rs.37 crore in FY17 respectively. IL&FS also up streamed dividend of Rs 223 crore from its energy vertical on account of divestment of 49% stake in the commissioned wind power projects aggregating 775.2 MW.

However, these stake sales have been inadequate to meet the further funding commitments to the group companies leading to an increase in the gearing levels over a period of time. With relatively high leverage, it would largely have to depend on strategic sale in various projects/group companies to support various group entities going forward. In addition to the funding support, IL&FS has been extending additional support to the group entities by way of shortfall undertakings which could lead to contingent stress on the balance sheet.

Weakening in financial risk profile of the group with moderation in credit risk profile of key verticals: The financial risk profile of the group has further weakened with moderation in credit risk profile of energy vertical (housed in IL&FS Energy Development Company Limited) and engineering vertical (housed in IL&FS Engineering and Construction Company Limited). CARE had earlier downgraded the ratings of IEDCL to 'CARE BB-; Credit watch with negative implications) and IECCL to 'CARE BB; Negative'.

Dependence on induction of strategic partner/sale of investments: IL&FS has initiated various infrastructure projects in power, road, SEZ and ports segment which involve large capital outlays resulting in increase in leverage ratio overtime. Furthermore, IL&FS has been supporting all its verticals due to lower than expected divestment / sale of assets in those verticals. To further support the funding requirements, IL&FS had identified certain assets for stake sale / exits which are capital intensive having long gestation period for which the process of asset monetization / divestment has been slow. Going forward the induction of strategic partners/ sale of investments in a timely manner would be critical for IL&FS to manage its leverage levels within regulatory limits and also to support its group companies.

Support to group companies leading to high concentration in the asset book: The asset profile of IL&FS mainly constitutes investments (equity plus convertible instruments) and loans given to group entities. As on March 31, 2018, the top five exposures of IL&FS i.e. IL&FS Energy Development Company Ltd. (IEDCL), IL&FS Transportation Networks Ltd. (ITNL), IL&FS Engineering and Construction Company Ltd. (IECCL), IL&FS Maritime Infrastructure Company Ltd. (IMIC) and IL&FS Financial Services Ltd. (IFIN) accounted for around 71% of lending and investment book, as compared to 65% of lending and investment book as on March 31, 2017. As the sale of core assets over a period of the time has remained stagnant, IL&FS has been opportunistic in divesting some of its non-core assets to upstream the cash flows and further support the funding requirements of group companies which have been limited to an extent.

Over and above the support provided by IL&FS, IL&FS Financial Services Limited (IFIN) which is a wholly owned subsidiary of IL&FS also had exposure to certain IL&FS group entities that have increased over a period of time. The Reserve Bank of India (RBI) has directed IFIN to reduce its exposure to group companies and comply with regulatory norms by March 31, 2019. IFIN has furnished a plan for reduction in its exposure to IL&FS group entities. Pursuant to the foregoing, IFIN has also taken steps to increase its equity capital. However, timely infusion of capital (equity / preference) and reduction in group exposure would remain critical for IFIN.

Subdued financial risk profile: IL&FS, being a Core Investment Company (CIC) has steady income arising from interest, dividend, brand fee and income from business centre. Additionally, IL&FS has significant income arising out of divestment of its group entities which is relatively volatile. During FY18, IL&FS reported moderate growth of 6% y-o-y in its total income to Rs.1,899 crore, the operating profitability i.e. profit before tax (PBT) declined by 7% y-o-y on account of 32% decline in its investment income (includes dividend income, interest income and profit on sale of investments). However, the profit after tax (PAT) increased by 53% y-o-y on account write-back of excess income tax provision (Rs.361 crore) to Rs.584 crore. On a consolidated basis, the company reported net loss of Rs.1,887 crore on total income of Rs.18,799 crore during FY18 as compared to PAT of Rs.142 crore on total income of Rs.17,157 crore during FY17.

Capitalization and increase in gearing levels: Although, IL&FS has been reporting the regulatory leverage ratio within the regulatory cap (the outside debt to adjusted net worth ratio is capped at 2.5 times for Core Investment Company (CIC) as per RBI guidelines), the standalone leverage has seen significant increase over the last three years due to increase in debt levels to support the funding requirement of group entities. As on March 31, 2018, IL&FS reported capital adequacy ratio (as per regulatory CIC requirements) of 32.66% (P.Y.: 33.50%) and gearing of 3.61² times as on March 31, 2018 (leverage ratio as per regulatory requirements: 2.30 times) as against gearing of 3.16² times as on March 31, 2017 (leverage ratio as

² Gearing is calculated as total borrowings (including preference share capital and premium) / tangible net-worth (equity share capital & reserves and surplus net of revaluation reserves and intangible assets)

per regulatory requirements: 2.23 times). Further, IL&FS has also planned to raise equity capital of Rs.4,500 crore, through rights issue during H1FY19 which remains a key rating sensitivity.

Key Rating Strengths

Strong institutional ownership: IL&FS has strong institutional ownership with domestic institutional investors like Life Insurance Corporation of India (LIC) [25.34%], HDFC Ltd. [9.02%], Central Bank of India (CBI) [7.67%] and State Bank of India (SBI) [6.42%] together held around 49% shareholding in IL&FS while foreign institutional investors viz. ORIX Corporation, Japan [23.54%] and Abu Dhabi Investment Authority, Abu Dhabi [12.56%] held around 36% in the company as on June 30, 2018. As a part of the plan for de-leveraging the balance sheet and monetization of portfolio, the company has plans to raise equity capital of Rs.4,500 crore by way of Rights Issue in H1FY19 (refers to period from April 01 to September 30). In addition, the company has plans to avail lines of credit of Rs.3,500 crore from promoter entities for meeting any temporary liquidity requirement. Mr. Hemant Bhargava, Non-Executive Chairman of the Company has stepped down from the Board with effect from September 15, 2018. The Board has unanimously appointed Mr Sunil Behari Mathur, Independent Director and former Chairman of Life Insurance Corporation of India as Non-Executive Chairman of the Company with effect from September 15, 2018.

Analytical approach:

CARE has analyzed standalone credit profile of IL&FS. Further, CARE has also assessed the operational, managerial and financial support that IL&FS provides to its subsidiaries / group companies as a CIC.

Applicable Criteria

[Criteria on assigning Outlook to Credit Ratings](#)
[CARE Policy on Default Recognition](#)
[Criteria for Short Term Instruments](#)
[Rating Methodology: Factoring Linkages in Ratings](#)
[Rating Methodology- Non Banking Finance Companies](#)
[Financial ratios - Financial Sector](#)

About the Company:

IL&FS is one of India's leading infrastructure development and finance companies promoted by the Central Bank of India (CBI), Housing Development Finance Corporation (HDFC) and Unit Trust of India (UTI). IL&FS was established with twin mandates of providing financial services and to develop infrastructure projects under a commercial format. The shareholding pattern of the company has undergone a considerable change over the years with wider participation of other domestic as well as foreign institutional investors. IL&FS received certificate of registration as Core Investment Company (CIC-ND-SI) from RBI dated September 11, 2012.

IL&FS's income profile constitutes interest income from loans given to subsidiaries/group companies, dividend received from subsidiaries (mainly IFIN, IEDCL, ITNL, ISSL and IL&FS Investment Managers Ltd.), brand fees received from group companies, rental income from business centre and profit from divestment of its exposure in group entities.

Financials of IL&FS

Particulars (Rs. in crore)	Standalone		Consolidated	
	FY17 (A)	FY18 (A)	FY17 (A)	FY18 (A)
Total income	1,787	1,899	17,157	18,799
PAT	383	584	142	(1,887)
Leverage Ratio (as per CIC guidelines)	2.23	2.30	8.62	10.99
Total Assets (adjusted for Intangible assets)*	19,562	24,098	1,03,521	114,909
Net NPA (%)	Nil	Nil	NA	NA
ROTA (%) (PAT/Average Total Assets)	1.93%	2.68%	-	-

A: Audited

* net of deferred tax assets and revaluation reserves

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

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.

Analyst Contact:

Name: Aditya Acharekar

Tel: 022- 6754 3528

Mobile: +91- 9819013971

Email: aditya.acharekar@careratings.com:

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure-1: Details of Instruments/Facilities

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures-Non Convertible Debentures	09-Aug-02	9.00%	09-Aug-17	10.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Aug-02	9.00%	22-Aug-17	0.20	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	29-Aug-02	9.00%	29-Aug-17	7.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	29-Aug-02	9.00%	29-Aug-17	0.25	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	20-Feb-03	8.10%	20-Feb-18	0.90	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	21-Feb-03	8.05%	21-Feb-18	0.08	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	16-May-03	7.20%	16-May-18	2.50	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible	06-Jun-03	7.20%	06-Jun-18	0.33	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures					credit watch with negative implications
Debentures-Non Convertible Debentures	17-Jun-03	7.20%	17-Jun-18	0.18	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	02-Mar-10	9.15%	02-Mar-20	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	05-Mar-10	9.20%	05-Mar-20	300.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Mar-10	9.20%	22-Mar-20	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	20-May-10	8.96%	20-May-25	350.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	17-Aug-10	9.35%	17-Aug-35	150.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Feb-11	9.70%	22-Feb-21	325.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	24-Jan-12	9.82%	24-Jan-22	290.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	12-Mar-12	9.85%	12-Mar-22	210.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	30-May-12	9.80%	30-May-22	390.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	21-Jan-13	9.10%	21-Jan-20	46.50	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	24-Jan-13	9.30%	24-Jan-38	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Aug-13	11.00%	23-Aug-18	200.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	26-Aug-13	10.50%	26-Aug-18	69.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	04-Feb-14	9.95%	04-Feb-19	77.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	04-Feb-14	9.95%	04-Feb-21	106.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	04-Feb-14	9.90%	04-Feb-24	17.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	13-Feb-14	9.90%	13-Feb-21	21.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible	13-Feb-14	9.90%	13-Feb-24	79.00	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures					credit watch with negative implications
Debentures-Non Convertible Debentures	28-Jul-14	9.50%	28-Jul-24	300.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	29-Dec-14	9.00%	29-Dec-24	200.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	21-Jan-15	8.72%	21-Jan-25	200.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Jan-15	8.75%	23-Jan-25	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Jul-15	8.78%	23-Jul-20	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	29-Jul-15	8.75%	29-Jul-20	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	31-Jul-15	8.75%	31-Jul-20	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	24-Aug-15	8.69%	24-Aug-25	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	25-Aug-15	8.69%	25-Aug-25	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	28-Oct-15	8.50%	28-Oct-20	90.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	01-Dec-15	8.58%	01-Dec-18	70.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Dec-15	8.65%	22-Dec-17	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Dec-15	8.65%	22-Dec-20	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Dec-15	8.65%	20-Dec-17	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	25-Jan-16	8.70%	25-Jul-19	16.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	25-Jan-16	8.70%	25-Jan-21	9.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	09-Mar-16	8.80%	09-Mar-26	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	15-Mar-16	8.90%	15-Mar-18	5.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible	15-Mar-16	8.90%	15-Mar-19	20.00	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures					credit watch with negative implications
Debentures-Non Convertible Debentures	15-Mar-16	8.90%	15-Mar-21	32.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	17-Mar-16	8.90%	17-Mar-18	5.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	17-Mar-16	8.90%	17-Mar-19	20.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	17-Mar-16	8.90%	17-Mar-21	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	18-Mar-16	9.00%	18-Sep-19	85.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	18-Mar-16	9.20%	18-Mar-21	85.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Sep-16	8.05%	23-Sep-19	130.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	23-Sep-16	8.12%	22-Sep-23	30.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	11-May-17	8.00%	11-May-20	30.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	11-May-17	8.06%	11-May-22	55.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	11-May-17	8.09%	10-May-24	65.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	06-Jun-17	8.00%	06-Jun-20	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	06-Jun-17	8.06%	06-Jun-22	75.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	06-Jun-17	8.09%	06-Jun-24	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	26-Jul-17	7.65%	26-Jul-22	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	26-Jul-17	7.70%	26-Jul-24	130.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	02-Aug-17	7.65%	02-Aug-22	60.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	02-Aug-17	7.70%	02-Aug-24	55.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible	02-Aug-17	7.70%	02-Aug-24	30.00	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures					credit watch with negative implications
Debentures-Non Convertible Debentures	03-Aug-17	7.20%	06-Aug-18	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	04-Aug-17	7.50%	04-Aug-20	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	28-Aug-17	7.73%	28-Dec-20	150.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	07-Sep-17	7.60%	07-Sep-20	40.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	07-Sep-17	7.65%	07-Sep-22	55.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	07-Sep-17	7.70%	07-Sep-27	5.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	20-Sep-17	7.85%	20-Sep-27	200.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	30-Oct-17	7.85%	30-Dec-22	175.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	30-Oct-17	7.88%	30-Oct-24	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	14-Nov-17	7.80%	14-Nov-19	15.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	14-Nov-17	7.75%	30-Nov-20	107.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	11-Jan-18	8.30%	11-Jan-23	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	15-Jan-18	8.30%	15-Jan-23	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	15-Jan-18	8.40%	15-Jan-25	150.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	19-Jan-18	8.30%	19-Jan-23	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	24-Jan-18	8.30%	24-Jan-23	80.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	06-Feb-18	8.40%	06-Apr-23	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	06-Feb-18	8.30%	06-Feb-25	34.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible	09-Mar-18	8.55%	09-Mar-25	48.00	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures					credit watch with negative implications
Debentures-Non Convertible Debentures	09-Mar-18	8.55%	09-Mar-25	15.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	09-Mar-18	8.65%	09-Mar-28	70.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	13-Mar-18	8.45%	13-Mar-23	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Mar-18	8.65%	22-Mar-25	20.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	22-Mar-18	8.55%	22-Mar-28	23.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	27-Mar-18	8.65%	27-Mar-28	25.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	15-May-18	8.90%	23-May-23	169.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	15-May-18	9.00%	15-May-28	91.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	30-May-18	9.00%	09-Jun-23	150.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	30-May-18	9.10%	30-May-28	50.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	27-Jun-18	9.05%	27-Jun-23	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	27-Jun-18	9.15%	27-Jun-28	100.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures	27-Aug-18	9.90%	27-Aug-15	75.00	CARE D and removed from credit watch with negative implications
Debentures-Non Convertible Debentures (Proposed)	-	-	-	1,771.00	CARE D and removed from credit watch with negative implications
Debt-Subordinate Debt	30-Mar-02	7.50%	30-Apr-20	6.85	CARE D and removed from credit watch with negative implications
Long term bank facilities	-	-	14-Mar-22	400.00	CARE D and removed from credit watch with negative implications
Non-fund based bank facilities	-	-	-	200.00	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	14-Mar-14	-	14-Mar-21	300.00	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible	25-Mar-14	-	25-Mar-21	443.77	CARE D and removed from

Name of the instruments	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Redeemable Preference Share					credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	28-Mar-14	-	28-Mar-21	25.45	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	16-May-14	-	16-May-21	230.78	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	24-Sep-15	-	24-Sep-22	152.83	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	29-Sep-15	-	29-Sep-22	23.04	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	30-Sep-15	-	30-Sep-22	87.14	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	05-Oct-15	-	05-Oct-22	50.00	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	15-Oct-15	-	15-Oct-22	114.23	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	19-Oct-15	-	19-Oct-22	21.23	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	30-Oct-15	-	30-Oct-22	51.04	CARE D and removed from credit watch with negative implications
Preference Shares-Non Convertible Redeemable Preference Share	-	-	-	0.49	CARE D and removed from credit watch with negative implications
Short Term Instruments- Commercial Paper issue	-	-	Upto 1 year	2,500.00	CARE D and removed from credit watch with negative implications

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 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016
1.	Debentures-Non Convertible Debentures	LT	21.44	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (17-Nov-15)
2.	Debt-Subordinate Debt	-	-	-	-	-	-	1)CARE AAA (17-Nov-15)
3.	Debentures-Non Convertible Debentures	LT	-	-	-	-	-	1)Withdrawn (16-Mar-16) 2)CARE AAA (18-Jan-16)
4.	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (14-Dec-17) 2)CARE AAA; Stable (09-Oct-17) 3)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
5.	Debentures-Non Convertible Debentures	LT	500.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
6.	Debentures-Non Convertible Debentures	LT	325.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 1) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
7.	Debentures-Non Convertible Debentures	LT	400.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016
					(16-Aug-18)			
8.	Debentures-Non Convertible Debentures	LT	500.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
9.	Debentures-Non Convertible Debentures	LT	695.50	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
10.	Debentures-Non Convertible Debentures	LT	400.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
11.	Debentures-Non Convertible Debentures	LT	300.00	CARE D	1) CARE BB (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA; Stable (09-Oct-17) 2)CARE AAA; Stable (10-May-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)
12.	Preference Shares-Cumulative Redeemable Preference Shares	LT	1000.00	CARE D	1) CARE BB- (Credit watch with negative implications) (09-Sep-18) 2) CARE AA+ (Credit watch with negative implications) (16-Aug-18)	1)CARE AAA (RPS); Stable (09-Oct-17) 2)CARE AAA (RPS); Stable (10-May-17)	1)CARE AAA (RPS) (27-Oct-16)	1)CARE AAA (RPS) (18-Jan-16)
13.	Debentures-Non Convertible Debentures	LT	500.00	CARE D	1) CARE BB (Credit watch with negative	1)CARE AAA; Stable (09-Oct-17)	1)CARE AAA (27-Oct-16)	1)CARE AAA (18-Jan-16)