

Jaypee Infratech Limited

January 05, 2023

Rating/Ratings

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	6,550.00	CARE D (Single D)	Reaffirmed
Total Bank Facilities	6,550.00 (₹ Six Thousand Five Hundred Fifty Crore Only)		
Non Convertible Debentures	211.95	CARE D (Single D)	Reaffirmed
Total Long Term Instruments	211.95 (₹ Two Hundred Eleven Crore and Ninety-Five Lakhs Only)		

Details of instruments/facilities in Annexure-1.

Detailed rationale and key rating drivers

The ratings assigned to the bank facilities and instruments of Jaypee Infratech Limited (JIL) continue to factor in delays in debt servicing by the company due to its weak financial performance and stretched liquidity position.

Rating sensitivities

Positive factors – Factors that could lead to positive rating action/upgrade:

- Timely repayment of its debt on timely basis.

Detailed description of the key rating drivers

Key Rating Weaknesses

Weak financial performance and stretched liquidity position

The liquidity position of the company continues to remain weak on account of weak financial performance, leading to ongoing delays in debt servicing.

Liquidity: Poor

The liquidity position of the company continues to remain poor on account of weak financial performance, leading to ongoing delays in debt servicing.

Analytical approach: Standalone

Applicable criteria

[Rating Outlook and Credit Watch](#)

[Policy on Withdrawal of Ratings](#)

[Policy on default recognition](#)

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

[Infrastructure Sector Ratings](#)

[Financial Ratios – Non financial Sector](#)

About the company

JIL is a special purpose vehicle promoted by Jaiprakash Associates Ltd (JAL, rated 'CARE D'), holding 60.98% stake as on December 31, 2019, to develop and operate a 165-km six-lane (extendable to eight lanes) access-controlled toll expressway

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

between Noida and Agra in Uttar Pradesh (E'way project). The E'way project achieved Commercial Operations Date (COD) and commenced toll collection in August 2012, post receipt of substantial completion certificate. Also, JIL has been granted rights by Yamuna Expressway Development Authority (YEDA), a state government undertaking, for the development of approximately 6,175 acres of land (443.30 mn sq ft of real estate) along expressway in five different parcels in Uttar Pradesh for residential, commercial, amusement, industrial and institutional development. The land for real estate development is provided on 90-year lease.

On account slowdown in real estate sales and high debt levels, the company's financial performance in FY19 (refers to the period April 01 to March 31) was weak, resulting in weak liquidity position and ongoing delays in debt servicing as discussed with the company and confirmed with bankers. The company is currently under the Corporate Insolvency Resolution Process by virtue of the order dated August 9, 2017 of National Company Law Tribunal (NCLT), Allahabad Bench Mr. Anuj Jain as Interim Resolution Professional (IRP). Suraksha group got the approval of the Committee of Creditors (CoC) to acquire the JIL, however the same is yet approved by NCLT.

Brief Financials (₹ crore)*	FY21 (A)	FY22 (A)	H1FY23 (Prov.)
Total operating income	612.27	773.41	462.1
PBILDT	247.96	82.83	188.4
PAT	-2,268.50	-2,320.95	-1161.8
Overall gearing (times)	-0.64	-0.54	-0.5
Interest coverage (times)	0.12	0.04	0.00

A: Audited; Prov: Provisional

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for the last three years: Please refer Annexure-2

Covenants of the rated instruments/facilities: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Annexure-4

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Debentures-Non Convertible Debentures	INE099J07160	September 01, 2014	10.50%	31.12.2017	11.95	CARE D
Debentures-Non Convertible Debentures	INE099J07186	January 02, 2015	11%	31.12.2017	100.00	CARE D
Debentures-Non Convertible Debentures	INE099J07194	January 02, 2015	11%	30.06.2019	100.00	CARE D
Term Loan-Long Term	-	-	-	Oct-2034	6550.00	CARE D

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Term Loan-Long Term	LT	6550.00	CARE D	-	1)CARE D (22-Feb-22)	1)CARE D (26-Feb-21)	1)CARE D (26-Mar-20)
2	Debentures-Non Convertible Debentures	LT	211.95	CARE D	-	1)CARE D (22-Feb-22)	1)CARE D (26-Feb-21)	1)CARE D (26-Mar-20)

*Long term/Short term.

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: Not Applicable**Annexure-4: Complexity level of various instruments rated for this company**

Sr. No.	Name of Instrument	Complexity Level
1	Debentures-Non Convertible Debentures	Simple
2	Term Loan-Long Term	Simple

Annexure-5: Bank lender details for this company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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