

Future Enterprises Limited

April 25, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	1,175.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short-term bank facilities	602.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible Debentures	325.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	100.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	358.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	50.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	300.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	265.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	327.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	332.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	150.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	425.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Non-convertible debentures	92.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Fixed deposit	700.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

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

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings), vide its press release dated April 28, 2023, had reviewed the rating of Future Enterprises Limited (FEL) under the 'issuer not-cooperating' category as the company had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its rating agreement. The company continues to be non-cooperative despite repeated requests for submission of information through e-mails dated March 13, 2024, March 23, 2024, April 02, 2024, April 12, 2024, and April 15, 2024 among others. In line with extant Securities and Exchange Board of India (SEBI) guidelines, CARE Ratings has reviewed the rating on the basis of the best available information which however, in CARE Ratings' opinion is not sufficient to arrive at a fair rating.

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

At the time of last rating on April 28, 2023, the following was the rating weakness (updated for information available from stock exchange):

Delays in servicing of debt obligation

There are continuing delays in debt servicing. The Mumbai bench of the National Company Law Tribunal (NCLT) had, on March 08, 2023, directed initiating the corporate insolvency resolution process (CIRP) against FEL, admitting a plea filed by an

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

operational creditor. Since then, the timelines for concluding CIRP have been extended with NCLT approval and no resolution plan has been approved by the Committee of Creditors (CoC).

In December 2023, an expression of interest (EoI) has been invited from prospective resolution applicants to submit applications for taking over the cluster(s) of assets formed but not allowed to choose selective asset(s) from any cluster(s). A list of prospective resolution applicants has been published on January 25, 2024, on the exchange.

Analytical approach: Standalone

Applicable criteria

[Definition of Default](#)

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

[Policy in respect of non-cooperation by issuers](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Policy On Curing Period](#)

[Short Term Instruments](#)

About the company and industry

Industry classification

Macro-economic Indicator	Sector	Industry	Basic Industry
Consumer discretionary	Consumer services	Retailing	Distributors

Erstwhile Future Retail Limited (FRL) has been renamed as Future Enterprises Limited (FEL) and houses the physical assets (store formats of erstwhile FRL and Bharti Retail Limited including all the infrastructure assets situated in the stores) apart from strategic investments in various companies. The company also manufactures and trades men's wear, women's wear, and kids' wear in the denim segment. FEL is also the holding company for the Future group's various other businesses.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	1,513.66	104.53
PBILDT	-223.65	-1,365.03
PAT	-2,324.57	-677.99
Overall gearing (times)	-17.12	-5.40
Interest coverage (times)	-0.33	-88.24

A: Audited; UA: Unaudited. Note: 'the above results are latest financial results available'

Status of non-cooperation with previous CRA:

Brickworks Ratings continues to place the ratings assigned to FEL under 'issuer not-cooperating' category vide its press release dated November 29, 2023, due to non-submission of information.

Acuite Ratings & Research continues to place the ratings assigned to FEL under 'issuer not-cooperating' category vide its press release dated October 27, 2023, due to non-submission of information.

Infomerics Ratings continues to place the ratings assigned to FEL under 'issuer not-cooperating' category vide its press release dated February 26, 2024, due to non-submission of information.

Any other information: Not applicable

Rating history for last three years: Annexure-2

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

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	Old ISIN	New ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Debentures-Non-convertible debentures	INE623B07743	INE623B07958	03-Jan-19	10.50%	December 2026	250.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07487	INE623B07818	16-Feb-17	9.60%	March 2022	106.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07495	INE623B07826	16-Feb-17	9.60%	March 2024	159.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07503	INE623B07834	20-Mar-17	9.60%	March 2023	130.60	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07511	INE623B07842	20-Mar-17	9.60%	March 2025	196.40	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07529	INE623B07859	27-Mar-17	9.60%	March 2023	133.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07537	INE623B07867	27-Mar-17	9.60%	March 2025	199.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07735	INE623B07941	03-Jan-19	10.50%	March 2023	500.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07628	INE623B07875	20-Dec-17	9.25%	March 2024	60.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07636	INE623B07883	20-Dec-17	9.25%	March 2025	90.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07339	INE623B07776	24-Jun-16	10.25%	March 2023	16.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07347	INE623B07784	24-Jun-15	10.25%	March 2024	24.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07362	INE623B07792	24-Jun-16	10.25%	March 2023	24.00	CARE D; ISSUER NOT COOPERATING*

Debentures-Non-convertible debentures	INE623B07370	INE623B07800	24-Jun-16	10.25%	March 2024	36.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07685	INE623B07891	17-Apr-18	9.75%	March 2025	120.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07693	INE623B07909	17-Apr-18	9.75%	March 2026	180.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non-convertible debentures	INE623B07701	INE623B07917	24-Apr-18	10.00%	March 2026	500.00	CARE D; ISSUER NOT COOPERATING*
Fixed deposit	-	-	-	-	-	700.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term loan			-	-	March 2026	550.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Working capital limits			-	-	-	625.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-BG/LC			-	-	-	602.00	CARE D; ISSUER NOT COOPERATING*

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

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 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Term loan	LT	550.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE C (CW with Developing Implications) (03-Jan-22) 3)CARE C (CW with Developing Implications) (20-Apr-21)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
2	Debentures-Non-convertible debentures	LT	325.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
3	Fund-based - LT-Working capital limits	LT	625.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE C (CW with Developing Implications) (03-Jan-22) 3)CARE C (CW with Developing Implications) (20-Apr-21)
4	Non-fund-based - ST-BG/LC	ST	602.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE A4 (CW with Developing Implications) (03-Jan-22) 3)CARE A4 (CW with Developing Implications)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
								Implications) (20-Apr-21)
5	Debentures-Non-convertible debentures	LT	100.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE C (CW with Developing Implications) (03-Jan-22) 3)CARE C (CW with Developing Implications) (20-Apr-21)
6	Debentures-Non-convertible debentures	LT	358.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
7	Debentures-Non-convertible debentures	LT	50.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
8	Fixed deposit	LT	700.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D (FD); ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE C (FD) (CW with Developing Implications) (03-Jan-22) 3)CARE C (FD) (CW with Developing Implications) (20-Apr-21)
9	Debentures-Non-convertible debentures	LT	300.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
10	Debentures-Non-convertible debentures	LT	265.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
11	Debentures-Non-convertible debentures	LT	327.00	CARE D; ISSUER NOT	-	1)CARE D; ISSUER NOT	1)CARE D; ISSUER NOT	1)CARE D (28-Mar-22)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
				COOPERATING*		COOPERATING* (28-Apr-23)	COOPERATING* (03-May-22)	2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
12	Debentures-Non-convertible debentures	LT	332.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
13	Debentures-Non-convertible debentures	LT	150.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
14	Debentures-Non-convertible debentures	LT	425.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D (03-Jan-22) 3)CARE D (20-Apr-21)
15	Debentures-Non-convertible debentures	LT	92.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (28-Apr-23)	1)CARE D; ISSUER NOT COOPERATING* (03-May-22)	1)CARE D (28-Mar-22) 2)CARE D

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
								(03-Jan-22) 3)CARE D (20-Apr-21)

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

LT: Long term; ST: Short term; LT/ST: Long term/short term.

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities:

Not applicable

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Debentures-Non-convertible debentures	Complex
2	Debentures-Non-convertible debentures	Simple
3	Fixed deposit	Simple
4	Fund-based - LT-Term loan	Simple
5	Fund-based - LT-Working capital limits	Simple
6	Non-fund-based - ST-BG/LC	Simple

Annexure-5: Lender details

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

Note on the 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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About us:

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