

## IL&FS Energy Development Company Limited

April 28, 2022

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	1,137.85	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>1,137.85 (Rs. One Thousand One Hundred Thirty-Seven Crore and Eighty-Five Lakhs Only)</b>		
Long Term Instruments	100.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Non Convertible Debentures	300.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Non Convertible Debentures	200.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Non Convertible Debentures	205.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Non Convertible Debentures	195.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Non Convertible Debentures	100.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Long Term Instruments</b>	<b>1,100.00 (Rs. One Thousand One Hundred Crore Only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

IL&FS Energy Development Company Limited (IEDCL) 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 IEDCL's Long-Term and Short-Term bank facilities, Non-Convertible Debentures and ICDs continue to 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 rating(s).**

### Detailed description of the key rating drivers

At the time of last rating on May 04, 2021 the following were the rating strengths and weaknesses

#### Key Rating Weaknesses

##### Delay in debt-servicing obligations

Ongoing delays and defaults in servicing debt obligations. The same has been confirmed by lender to CARE, as part of the due diligence exercise. CARE has also not received NDS since September 2018.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

**Analytical approach:** Consolidated**Applicable Criteria**
[Policy in respect of Non-cooperation by issuer](#)
[Policy on default recognition](#)
[Financial Ratios – Non financial Sector](#)
[Rating Outlook and Credit Watch](#)
[Infrastructure Sector Ratings](#)
**About the Company**

IEDCL is a subsidiary of Infrastructure Leasing & Financial Services Limited (IL&FS, rated CARE D; holds 91.42% stake) is into power generation business through conventional and non-conventional energy sources. At consolidated level, as on June 30, 2018 the operational capacity of the company is around 2,803.50 MW.

Brief Financials (Rs. crore)	31-03-2020 (A)	31-03-2021 (A)	9MFY22 (UA)
Total operating income	70.79	67.44	NA
PBILDT	-1.79	27.64	
PAT	48.73	37.42	
Overall gearing (times)	-1.13	-1.14	
Interest coverage (times)	-2.42	35.95	

A: Audited; UA: Unaudited; NA: Not Available

**Status of non-cooperation with previous CRA:**

Brickwork Ratings (PR dated November 12, 2021) - The reaffirmation of rating has factored in continued delays and defaults in servicing of debt obligations by IEDCL due to its tight liquidity position.

**Any other information:** Not Applicable

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

**Covenants of rated instrument / facility:** 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	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	-	50.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - LT-BG/LC	-	-	-	-	50.00	CARE D; ISSUER NOT COOPERATING*
Term Loan-Long Term	-	-	-	-	1037.85	CARE D; ISSUER NOT COOPERATING*
Debentures-Non Convertible Debentures	INE938L08064	June 07, 2016	11%	April 16, 2021	300.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non Convertible Debentures	INE938L08049 INE938L08056	June 28, 2016	Zero coupon	June 28, 2019	200.00	CARE D; ISSUER NOT COOPERATING*
Debt	-	August 29, 2018	0	Inter-Corporate Deposit	100.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non Convertible Debentures	INE938L08080 INE938L08098	May 28, 2018	9.50%	May 28, 2025	205.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non Convertible Debentures	INE938L08072	May 28, 2018	9.50%	May 28, 2025	195.00	CARE D; ISSUER NOT COOPERATING*
Debentures-Non Convertible Debentures	NA	August 03, 2018	NA	NA	100.00	CARE D; ISSUER NOT COOPERATING*

**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 2022-2023	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020
1	Fund-based - LT-Cash Credit	LT	50.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
2	Non-fund-based - LT-BG/LC	LT	50.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
3	Term Loan-Long Term	LT	1037.85	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
4	Debentures-Non Convertible Debentures	LT	300.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
5	Debentures-Non Convertible Debentures	LT	200.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
6	Debt	LT	100.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
7	Debentures-Non Convertible Debentures	LT	205.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
8	Debentures-Non Convertible Debentures	LT	195.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-
9	Debentures-Non Convertible Debentures	LT	100.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (04-May-21)	1)CARE D; ISSUER NOT COOPERATING * (17-Jun-20)	-

\* Long Term / Short Term

**Annexure-3: Detailed explanation of covenants of the rated instrument / 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	Debt	Simple
3	Fund-based - LT-Cash Credit	Simple
4	Non-fund-based - LT-BG/LC	Simple
5	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 instrument:** CARE Ratings Ltd. 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](mailto:care@careedge.in) for any clarifications.

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**About CARE Ratings Limited:**

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