

IL&FS Transportation & Networks Limited

March 17, 2020

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long - Term Bank Facilities	2,241.50	CARE D;ISSUER NOT COOPERATING (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Short--Term Bank Facilities	230.00	CARE D;ISSUER NOT COOPERATING (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Long/Short Term Bank Facilities	890.00	CARE D;ISSUER NOT COOPERATING (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Total	3,361.50 (Rupees three thousand three hundred sixty one crore and fifty lakh only)		
Instrument	Amount (Rs. crore)	Rating	Rating Action
Non-Convertible Debenture issue (NCD)	1,990.00	CARE D;ISSUER NOT COOPERATING (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Proposed NCD	200.00	CARE D;ISSUER NOT COOPERATING (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Total instruments	2,190.00 (Rupees two thousand one hundred and ninety crore only)		

Details of instruments/facilities in Annexure-1
Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated 27th March 2019, placed the ratings of IL&FS Transportation Networks Limited (ITNL) under the 'issuer non-cooperating' category as ITNL 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. ITNL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated 06-05-2019, 18-07-2019, 24-10-2019 and 23-01-2020. In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information. As per due diligence with lenders and disclosures by ITNL on the stock exchanges, there are ongoing delays in its debt servicing. Further as per Ministry of Corporate Affairs website, the last Annual General Meeting was held on 04.09.2018 and the last audited Balance sheet available is for period ending March 2018. Thereafter, the Company has not filed any statements of annual accounts for FY 2019 in public domain.

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 March 27th, 2019 the following were the rating strengths and weaknesses:

Key Rating Weaknesses

Delay in debt-servicing obligations: Delays and defaults on ITNL's principle and interest payment continue. The same has been confirmed by lender to CARE, as part of its due diligence exercise. CARE has also not received NDS since June 2018.

Analytical approach: Consolidated

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

Applicable Criteria[Policy in respect of Non-cooperation by issuer](#)[CARE's Policy on Default Recognition](#)[Financial ratios – Non-Financial Sector](#)**About the Company**

ITNL is involved in the development, operations and maintenance of surface transportation infrastructure projects encompassing national and state highways, roads, tunnels, flyovers and bridges with expertise in development of Build Operate Transfer (BOT) road projects. ITNL also renders services in the areas of project advisory and management, supervisory in the capacity of lenders' engineer, operation and maintenance (O&M) and toll collection services. Incorporated in 2000, ITNL was promoted by IL&FS [rated CARE D] which currently holds 71.92% equity stake in ITNL, in order to consolidate its existing road infrastructure projects.

On a standalone basis, ITNL had earned about 56.60% of its total reported income from construction activity in FY2018 as against 66.20% in FY2017. As on March 31, 2018, the company was the largest player in road development segment on BOT basis (13,493 Lane kms) with a pan India presence in 20 states having 33 road projects (26 operational/7 under construction).

Brief Financials (consolidated) (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	8,309	9,779
PBILDT	3,505	4,324
PAT	146	146
Interest Coverage (times)	1.01	0.94
Overall Gearing; Leverage (times)	7.00	7.40

A: Audited, financial are reclassified as per CARE standards

Status of non-cooperation with previous CRA: ICRA and Brickworks Rating Agencies have conducted the review on the basis of best available information due to non-availability of information from the Company. ICRA D; Issuer Not Cooperating; Rating continues to remain in the 'Issuer Not Cooperating' category (as per press release dated October 24, 2019) and BWR D; reaffirms Rating as BWR D 'Issuer Not Cooperating' category (as per press release dated October 18, 2019).

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 of NCDs	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	-	-	1691.50	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Fund-based - ST-Term loan	-	-	-	-	230.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Non-fund-based - LT/ST-Bank Guarantees	-	-	-	-	890.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Fund-based - LT-Cash Credit	-	-	-	-	50.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Fund-based - LT-Term Loan	-	-	-	-	500.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible	INE975G08215	October 21, 2016	9.44	27-10-2026	250.00	CARE D; ISSUER NOT COOPERATING*

Name of the Instrument	ISIN of NCDs	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures						Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures (proposed)	INE975G08058	July 22, 2014	11.50	21-06-2024	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08199	August 10, 2016	9.51	30-08-2026	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08207	August 18, 2016	9.51	18-08-2026	100.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08074 INE975G08041	November 21, 2014 March 04, 2014	11.50%	21-11-2019 04-02-2024	125.00 100.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08173	June 30, 2016	9.28	30-06-2021	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08140 INE975G08157	March 23, 2016 March 23, 2016	Zero Coupon	23-03-2019 23-06-2019	365 25	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	Proposed	-	-	-	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Debentures-Non Convertible Debentures	INE975G08165	March 30, 2016	9.40	04-05-2019	425.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information

*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 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Term Loan	LT	1691.50	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB; Negative (18-Jul-18) 4)CARE A-; Negative (01-Jun-18)	1)CARE A; Negative (10-Oct-17)	1)CARE A (25-Oct-16)

2.	Fund-based - ST-Term loan	ST	230.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE A4 (18-Jul-18) 4)CARE A2+ (01-Jun-18)	1)CARE A1 (10-Oct-17)	1)CARE A1 (25-Oct-16)
3.	Non-fund-based - LT/ ST-Bank Guarantees	LT/ ST	890.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB; Negative / CARE A4 (18-Jul-18) 4)CARE A-; Negative / CARE A2+ (01-Jun-18)	1)CARE A; Negative / CARE A1 (10-Oct-17)	1)CARE A / CARE A1 (25-Oct-16) 2)CARE A / CARE A1 (12-May-16) 3)CARE A / CARE A1 (05-May-16)
4.	Debentures-Non Convertible Debentures	LT	225.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB; Negative (18-Jul-18) 4)CARE A-; Negative (01-Jun-18)	1)CARE A; Negative (10-Oct-17)	1)CARE A (25-Oct-16)
5.	Commercial Paper	ST	-	-	-	1)Withdrawn (18-Jul-18) 2)CARE A2+ (01-Jun-18)	1)CARE A1 (10-Oct-17)	1)CARE A1 (25-Oct-16)
6.	Debentures-Non Convertible Debentures	LT	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB; Negative (18-Jul-18) 4)CARE A-; Negative (01-Jun-18)	1)CARE A; Negative (10-Oct-17)	1)CARE A (25-Oct-16)
7.	Commercial	ST	-	-	-	1)Withdrawn	1)CARE A1	1)CARE A1

	Paper					(18-Jul-18) 2)CARE A2+ (01-Jun-18)	(10-Oct-17)	(25-Oct-16)
8.	Debentures-Non Convertible Debentures	LT	390.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB (SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA+ (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AAA (SO); Stable (01-Jun-18)	1)CARE AAA (SO); Stable (10-Oct-17)	1)CARE AAA (SO) (25-Oct-16) 2)CARE AAA (SO) (13-Apr-16)
9.	Debentures-Non Convertible Debentures	LT	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)Provisional CARE BB (SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)Provisional CARE AA+ (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)Provisional CARE AAA (SO); Stable (01-Jun-18)	1)Provisional CARE AAA (SO); Stable (10-Oct-17)	1)Provisional CARE AAA (SO) (25-Oct-16) 2)Provisional CARE AAA (SO) (12-Apr-16)
10.	Debentures-Non Convertible Debentures	LT	425.00	CARE D; ISSUER NOT COOPERATING* Issuer not	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19)	1)CARE AAA (SO); Stable (10-Oct-17)	1)CARE AAA (SO) (25-Oct-16) 2)Provisio

				cooperating; Based on best available information		2)CARE D (28-Sep-18) 3)CARE BB (SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA+ (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AAA (SO); Stable (01-Jun-18)		nal CARE AAA (SO) (12-Apr- 16)
11.	Fund-based - LT- Cash Credit	LT	50.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING * (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB; Negative (18-Jul-18) 4)CARE A-; Negative (01-Jun-18)	1)CARE A; Negative (10-Oct- 17)	1)CARE A (25-Oct- 16) 2)CARE A (12-May- 16)
12.	Debentures-Non Convertible Debentures	LT	250.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING * (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB- (SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AA+ (SO); Stable (01-Jun-18)	1)CARE AA+ (SO); Stable (10-Oct- 17)	1)CARE AA+ (SO) (10-Nov- 16) 2)Provisio nal CARE AA+ (SO) (25-Oct- 16) 3)Provisio nal CARE AA+ (SO) (24-Aug- 16) 4)Provisio nal CARE AA+ (SO) (15-Jul-16)
13.	Debentures-Non Convertible Debentures	LT	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not	-	1)CARE D; ISSUER NOT COOPERATING * (27-Mar-19)	1)CARE AA+ (SO); Stable (10-Oct- 17)	1)CARE AA+ (SO) (25-Oct- 16) 2)CARE

				cooperating; Based on best available information		2)CARE D (28-Sep-18) 3)CARE BB-(SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AA+(SO); Stable (01-Jun-18)		AA+ (SO) (15-Jul-16)
14.	Debentures-Non Convertible Debentures	LT	200.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB-(SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AA+(SO); Stable (01-Jun-18)	1)CARE AA+ (SO); Stable (10-Oct-17)	1)CARE AA+ (SO) (25-Oct-16)
15.	Debentures-Non Convertible Debentures	LT	100.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB-(SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA (SO) (Under Credit watch with Negative Implications) (16-Aug-18)	1)CARE AA+ (SO); Stable (10-Oct-17)	1)CARE AA+ (SO) (25-Oct-16) 2)CARE AA+ (SO) (24-Aug-16)

						5)CARE AA+ (SO); Stable (01-Jun-18)		
16.	Fund-based - LT-Term Loan	LT	500.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1)CARE D; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE D (28-Sep-18) 3)CARE BB-(SO) (Under Credit watch with Negative Implications) (10-Sep-18) 4)CARE AA (SO) (Under Credit watch with Negative Implications) (16-Aug-18) 5)CARE AA+ (SO); Stable (01-Jun-18)	1)CARE AA+ (SO); Stable (23-Mar-18) 2)Provisional CARE AA+ (SO); Stable (25-Jan-18)	-

*Issuer did not cooperate; Based on best available information

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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