

## Vodafone Idea Limited

May 28, 2020

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings <sup>1</sup>	Rating Action
Long term Bank Facilities (Term Loan)	13,745.25 (Reduced from 13,984.47)	CARE BB- (Under Credit Watch with Negative Implications) [Double B Minus (Under Credit Watch with Negative Implications)]	Rating reaffirmed and Continues on Credit Watch with Negative Implications
Long-term Bank Facilities (Non-fund based)	23,925.00 (Reduced from 34,659.96)		
Long-term Bank Facilities (Fund based)	-	-	Withdrawn
<b>Total Bank Facilities</b>	<b>37,670.25</b> <b>(Rupees thirty seven thousand six hundred seventy crore and twenty five lakhs only)</b>		
Non-Convertible Debenture (NCD) issue	7,500.00 (Rupees seven thousand five hundred crore only)	CARE BB- (Under Credit Watch with Negative Implications) [Double B Minus (Under Credit Watch with Negative Implications)]	Rating reaffirmed and Continues on Credit Watch with Negative Implications

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

The reaffirmation in the long term ratings assigned to the various bank facilities/instruments of Vodafone Idea Limited (VIL) continue to take into account the significant erosion in the overall risk profile of the company after Hon'ble Supreme Court (SC) by its order dated March 18, 2020 has disallowed the self-assessment of Adjusted Gross Revenue (AGR) liabilities by telco's (including VIL) which VIL has submitted to Department of Telecommunications (DoT) on March 06, 2020.

On October 24, 2019, SC had ordered telcos to clear AGR dues by January 24, 2020. A review petition as well as the modification petition filed by VIL and some other telecom operators was subsequently dismissed by SC. On hearing dated February 14, 2020, SC demanded payment by March 16, 2020. By March 16, 2020, VIL had paid the principal amount of Rs. 6,854 crore (as per self-assessment submitted to DoT by VIL on March 06, 2020) determined for the period from FY 2006-07 to FY 2018-19. SC by its order dated March 18, 2020 however disallowed the self-assessment of Adjusted Gross Revenue (AGR) liabilities by telco's (including VIL). The SC has also ordered that the application filed by DoT with respect to giving reasonable time for payment of the dues and to cease the interest after a certain date would be considered in the next date of hearing for case which was scheduled for first week of April 2020, which could not take place due to the nation-wide lockdown. CARE will continue to monitor the aforementioned event closely.

The provisions for AGR dues as well as quarter on quarter losses have resulted in the significant deterioration in the tangible net worth and overall debt protection metrics; leading to sharp erosion in the overall financial risk profile of VIL. The ratings continue to remain under credit watch with negative implications on the basis of uncertainty towards possible outcome on the application filled by DoT with respect to giving reasonable time for payment of the dues and to cease the interest after a certain date to telco's before SC. The adverse order could heightened the possible risk of invocation of bank guarantee provided by company in favor of DoT and this will further worsen the financial risk profile as well as liquidity profile of the company.

The ratings continue to factor in the weakening of financial support to VIL from its promoters (both Vodafone Plc. and Aditya Birla Group) in the near term owing to significant competitive pressure in the telecom industry. Along with these, any further delay in the monetization of its stake in Indus Towers Limited and fibre assets, are likely to put further strain on the liquidity profile of the company. The ability of VIL to raise funds and manage the financial liability arising out of the AGR dues remains a key monitorable.

The ratings continue to be further constrained due to the elevated debt level, declining trend of subscriber base, technology obsolescence risk and prevalent intense competition in Indian Telecom industry. The prevalent high competition in Indian telecom industry has adversely impacted the operating performance of the company and will continue to remain as a key rating sensitivity.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications

*Ability of VIL to maintain its operational performance amidst prevalent competition in industry and fructification of envisaged deleveraging measures remains key rating sensitivities. Further, continuity of support extended by Vodafone Group as well as Aditya Birla Group to VIL, will continue to be critical as well as key monitorable.*

**Rating Sensitivities:****Positive Factors:**

- Fresh capital infusion from promoters

**Negative Factors:**

- Failure to comply with supreme court order
- Weakening of operational and financial performance indicators of the company
- Further delay in asset monetization plan of tower & fiber assets of VIL

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

**Significant increase in regulatory risk:** The telecom industry in India is surrounded by high level of regulatory uncertainties and VIL remains susceptible to adverse regulatory changes. In October, 2017, the government reduced the interconnect usage charges (IUC) for domestic calls from 14 paise to 6 paise and international calls from 53 paise to 30 paise, which has adversely impacted profitability of large incumbent players. TRAI in December, 2019 had announced its decision to continue with the interconnect charges in 2020. Further, recent SC's ruling dated October 24, 2019 stated that the telcos have to include non-core revenues to calculate the Adjusted Gross Revenue (AGR). On November 20, 2019, the Committee of Secretaries (CoS) headed by Cabinet Secretary has decided to defer receipt of spectrum auction instalments due from the telcos for the year FY21 & FY22. Two years moratorium will provide some relief for ailing incumbent telcos. CARE understands that there might be significant impact on financial risk profile and debt coverage indicators of the company in the current scenario of upfront payment of dues demanded by the regulatory authority.

**Subdued operational and financial performance of the company in FY19 & 9MFY20:** The Company has continued to report losses at PAT level. The losses have widened to Rs. 14,603.90 crore during FY19 as against Rs. 4,168.20 crore in FY18 (although the numbers are not comparable and there is a large impact due to Vodafone India merger with Idea Cellular Limited (erstwhile) effective from August 31, 2018) mainly on account of one-time expense related to integration and squeeze in margins due to intense competition. The interest coverage ratio to remain vulnerable at 0.45x as on March 31, 2019 (PY: 1.36x as on March 31, 2018). VIL has high quantum of debt levels, majority of which is in the form of deferred payment loan from DoT availed for acquiring spectrum. These repayments are scheduled over a longer period of time. However, the proceeds received from rights issue has also helped in deleveraging the stretched balance sheet. Recent AGR ruling by SC has heightened the worsening of VIL's credit profile. Moreover, delay in monetization of Indus stake as indicated with the further extension in the long stop date from April 24, 2020 to June 24, 2020 of the merger of Indus tower with Bharti Infratel for the fulfillment of conditions precedent to closure of the transaction will also make the overall risk profile vulnerable.

During 9MFY20, the company has reported total income of Rs. 34,076.4 crore, PBILDT of Rs. 11,405.5 crore and net loss of Rs. 62,234.6 crore. The losses have been widened on account of provision made for the SC's ruling on payment of AGR dues to DoT, reversal of deferred tax assets and assets impairment. The ARPU levels marginally increased to Rs. 109 in Q3FY20 as against Rs.107 in Q2FY20 mainly on account of better customer mix.

As on December 31, 2019, the total subscriber base stood at 304 mn, a fall of 30 mn subscriber from subscriber base of 334.1 mn as on March 31, 2019. The churn in subscriber base is mainly due to prolonged impact of introduction of service validity voucher (introduced in Q3FY19) as well as sustained competitive pressure. During 9MFY20, the company has added 23.5 million 4G customers, taking overall 4G subscriber base (including VoLTE users) to 104.2 million (80.7 million in Q4FY19). Total data volumes grew by 28.60% to 3,790 billion MB compared to 2,947 billion MB in Q4FY19. CARE believes that the continuous fall in subscriber base is expected to constraint the improvement in ARPU levels despite of increase in tariff.

**Restricted financial flexibility from promoter groups towards extending financial support to VIL:** In May 2019, VIL has successfully raised Rs. 24,999.79 crore from the rights issue from its existing shareholders including promoters (i.e. Vodafone Group and the Aditya Birla Group). Vodafone Group Plc. has stated that its potential contribution to any funding that may be required for Vodafone Idea Limited will be limited to the value of its two Indian assets, namely, Indus Towers Limited (individual 42% stake) and VIL (44.39% stake). At the time of the recent rights issue, Vodafone Group Plc. funded its contribution of Rs. 11,097 crore through a foreign currency loan indirectly secured on these assets. Vodafone Group Plc. plans to repay such loan through monetization of its 42% stake in Indus Towers Limited. Such monetization could release significant additional proceeds

over and above the value of the loan, which Vodafone Group Plc. has said it would be prepared to use to support the joint venture if required.

As on March 31, 2020, Aditya Birla Group owned 27.66% stake in VIL mainly through Grasim Industries Limited (11.55% stake, CARE AAA; Stable/CARE A1+), Hindalco Industries Limited (2.61% stake, rated CARE AA+; Stable/CARE A1+), Birla TMT Holdings Pvt Ltd (1.23% stake), IGH Holdings Private Limited (1.42% stake) and balance through other Birla group entities. Due to significant increase in the liabilities of VIL along with the slowdown in the economy, continuation of support from the Birla group remains contingent not only on recovery in telecom industry's profitability and viability of the VIL's business model but an uptick in the cash flows of the other business segment. Going forward, the extent of support through fresh infusion from the promoter groups would remain the key rating sensitivity.

**Industry outlook:** The Indian Telecom sector has been witnessing a lot of volatility for the past few years. The sector has seen intensified competition which has also resulted in consolidation among the players. The increase in the subscriber addition of larger operators is primarily due to exit of the smaller players. However, the increase in subscribers have not brought proportionate incremental revenue to the telcos on account of intense competition in the sector which had led to limited scope for increasing the tariffs. Development of new technologies and the rapid change in technology had led to increased challenges for the players with regards to return on investments in the current technology and additional investments in the new technology. However, the Digital India programme promoted by the government, increase in usage of e-wallets and banking applications are expected to increase the usage of mobile data consumption in the coming years.

#### **Liquidity: Poor**

The liquidity profile of VIL is expected to remain poor with negative free cash flow from operations, additional planned capex requirement, significant AGR dues and debt repayment obligations. VIL has maturing debt repayment (including DoT Installment) of ~ Rs. 4,326.48 Crore for FY21. However, the company has availed the moratorium of three months on payment of instalments (including principal and interest) falling due from March 01, 2020 to May 31, 2020 under the Regulatory Package announced by RBI vide its notification dated March 27, 2020. Further, RBI has further extended the moratorium by another three months. The company has confirmed the intention of availing further moratorium option for next three months. These repayments of ~Rs. 4,326.48 crore do not include any bank loan repayments which may crop up due to breach in the financing covenants; VIL has already classified ~Rs.10,200 crore from non-current borrowing to current maturity of long-term borrowing in Q4FY19 for not meeting certain covenants in the financing documents. All relevant banks in this regard have not yet confirmed waiver for the breach of the covenants. As on March 16, 2020, VIL has paid the principal amount of Rs. 6,854 crore (as per self-assessment) against total provision made for Rs. 44,150 crore (Rs. 27,610 crore towards license fee and Rs 16,540 crore towards spectrum usage charges) as on September 30, 2019, for the disputed liability towards AGR. CARE expect that the reported cash and cash equivalent of Rs. 12,530 crore as on December 31, 2019 is expected reduce further considering the AGR payouts.

The liquidity profile of the company would be further stretched if there is a higher payout towards the AGR liabilities in the near term; the funding for which is yet to be ascertained. The possibility of some relief and/or grant of relief package by the government to improve the overall financial health of the telecom sector will remain a key monitorable. Timely realization from the monetization of stake in Indus tower, fibre assets and data center may provide additional liquidity to the company. However, any delay in visibility of completing the monetization of assets would be a credit negative.

#### **Key Rating Strengths**

**Well established promoter groups and experienced management team:** Vodafone Idea is a part of Aditya Birla group and Vodafone Group Plc. Aditya Birla group is one of the largest and oldest corporate houses in India and well-known across the entire globe. The group, led by Mr. Kumar Mangalam Birla who is also the Chairman of VIL, enjoys a leading presence across several sectors including metals, cement, telecom, financial services, textiles and other manufacturing industries in the country. The group's operations span over 36 countries. Vodafone Group is one of the world's largest telecommunications companies and provides a range of services including voice, messaging, data and fixed communications. Vodafone Group has mobile operations in 24 countries, partners with mobile networks in 42 more, and fixed broadband operations in 19 markets. The operations of VIL are handled by an experienced management team who are having significant experience in the telecom industry. VIL's Board of Directors comprises of 12 Directors (including 6 Independent Directors) constituted, with Mr. Kumar Mangalam Birla as the Chairman.

**Pan-India player with strong brand recognition:** VIL had a subscriber base of over 304 million as on December 31, 2019. VIL has presence in over 186,000 unique locations with 1,846 MHz of spectrum and has over 417,361 (3G+4G) broadband sites covering 998 million population coverage. As at December 31, 2019, VIL had completed network integration in 86% of total districts and it is expected to complete integration by Q1FY21. Both Vodafone and Idea brands, which have strong consumer affinity across metro, urban, rural and deep interior markets, will continue to operate separately.

**Analytical approach:** CARE has adopted a consolidated approach on account of common management as well as operational and financial linkages among entities. The list of entities whose financials have been combined is mentioned in Annexure 3.

#### Applicable Criteria

[CARE's Policy on Default Recognition](#)

[Policy on Withdrawal of ratings](#)

[Criteria on assigning Outlook and credit watch to Credit Ratings](#)

[Rating methodology- Consolidation and Factoring Linkages in ratings](#)

[Rating Methodology - Infrastructure Sector](#)

[Financial ratios - Non-Financial sector](#)

#### About the Company

Vodafone Idea Limited (VIL, erstwhile Idea Cellular Limited) is an Aditya Birla Group (ABG) and Vodafone Group partnership. Idea Cellular Limited was merged with Vodafone on August 31, 2018 (effective date). Vodafone Group owns 44.39% stake and ABG owns 27.66% stake as on March 31, 2020 in VIL. VIL is the third largest telecom operator in India, having pan-India operations, offering voice, data and other value added services (VAS) across all 22 service areas in India. It has overall subscriber base of 304 million, with 4G subscriber base of 104.2 million as on December 31, 2019. Aditya Birla Group is India's one of the largest conglomerate having its presence across 35 countries. Vodafone Group is one of the world's largest telecommunications companies has mobile operations in 24 countries, partners with mobile networks in 42 more, and fixed broadband operations in 19 markets.

Brief Financials (Rs. crore) <sup>&amp;</sup> (consolidated)	FY18 (Audited)	FY19 (Audited) <sup>§</sup>
Total operating income	28,809.10	37,311.10
Profit Before Interest Lease Depreciation Tax (PBILDT)	6,584.70	4,334.90
Profit After Tax (PAT)	-4,168.20	-14,603.90
Overall Gearing	2.13	2.11
Interest Coverage (PBILDT)	1.36	0.45

<sup>§</sup>Financials of Vodafone group for FY19 have been considered from the effective date of merger i.e. August 31, 2018 hence not comparable with FY18 financials

<sup>&</sup>the financials are reclassified as per CARE standards.

**Status of non-cooperation with previous CRA:** Not Applicable

**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 no	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Non-fund-based - LT-Bank Guarantees/Letter of Credit	-	-	-	-	23925.00	CARE BB- (Under Credit watch with Negative Implications)
Term Loan-Long Term	-	-	-	June 30, 2026	13745.25	CARE BB- (Under Credit watch with Negative Implications)
Fund-based - LT-Bank Overdraft	-	-	-	-	0.00	Withdrawn
Debentures-Non Convertible Debentures	INE669E08250	December 13, 2016	7.57%	December 13, 2021	1,500.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08268	January 04, 2017	7.77%	January 04, 2022	1,000.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08276	January 17, 2017	7.77%	January 17, 2022	500.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08284	January 27, 2017	8.04%	January 27, 2022	2,000.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08292	January 31, 2017	8.03%	January 31, 2022	500.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08300	February 14, 2017	8.03%	February 14, 2022	500.00	CARE BB- (Under Credit Watch with Negative Implications)
Debentures-Non Convertible Debentures	INE669E08318	September 03, 2018	10.90%	September 02, 2023	1,500.00	CARE BB- (Under 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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Non-fund-based - LT-BG/LC	LT	23925.00	CARE BB- (Under Credit watch with Negative Implications)	-	1)CARE BB- (Under Credit watch with Negative Implications) (17-Feb-20) 2)CARE BBB- (Under Credit watch with Negative Implications) (22-Nov-19) 3)CARE A- (Under Credit watch with	1)CARE AA-; Negative (21-Feb-19) 2)CARE AA-; Negative (15-Feb-19) 3)CARE AA; Negative (26-Nov-18) 4)CARE AA; Negative (13-Nov-18) 5)CARE AA; Negative	1)CARE AA+ (Under Credit watch with Developing Implications) (14-Dec-17) 2)CARE AA+ (Under Credit watch with Developing Implications) (10-Nov-17)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
						Negative Implications) (30-Oct-19) 4)CARE A; Negative (08-Aug-19) 5)CARE A+; Negative (10-Jun-19)	(26-Sep-18) 6)CARE AA; Negative (11-Sep-18) 7)CARE AA (Under Credit watch with Developing Implications) (03-Jul-18) 8)CARE AA (Under Credit watch with Developing Implications) (08-Jun-18)	
2.	Term Loan-Long Term	LT	13745.25	CARE BB- (Under Credit watch with Negative Implications)	-	1)CARE BB- (Under Credit watch with Negative Implications) (17-Feb-20) 2)CARE BBB- (Under Credit watch with Negative Implications) (22-Nov-19) 3)CARE A- (Under Credit watch with Negative Implications) (30-Oct-19) 4)CARE A; Negative (08-Aug-19) 5)CARE A+; Negative (10-Jun-19)	1)CARE AA-; Negative (21-Feb-19) 2)CARE AA-; Negative (15-Feb-19) 3)CARE AA; Negative (26-Nov-18) 4)CARE AA; Negative (13-Nov-18) 5)CARE AA; Negative (26-Sep-18) 6)CARE AA; Negative (11-Sep-18) 7)CARE AA (Under Credit watch with Developing Implications) (03-Jul-18) 8)CARE AA (Under Credit watch with Developing Implications) (08-Jun-18)	1)CARE AA+ (Under Credit watch with Developing Implications) (14-Dec-17) 2)CARE AA+ (Under Credit watch with Developing Implications) (10-Nov-17)
3.	Fund-based - LT-Bank Overdraft	LT	-	-	-	1)CARE BB- (Under Credit watch with Negative Implications) (17-Feb-20)	1)CARE AA-; Negative (21-Feb-19) 2)CARE AA-; Negative (15-Feb-19)	1)CARE AA+ (Under Credit watch with Developing Implications) (14-Dec-17)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
						2)CARE BBB- (Under Credit watch with Negative Implications) (22-Nov-19) 3)CARE A- (Under Credit watch with Negative Implications) (30-Oct-19) 4)CARE A; Negative (08-Aug-19) 5)CARE A+; Negative (10-Jun-19)	3)CARE AA; Negative (26-Nov-18) 4)CARE AA; Negative (13-Nov-18) 5)CARE AA; Negative (26-Sep-18) 6)CARE AA; Negative (11-Sep-18) 7)CARE AA (Under Credit watch with Developing Implications) (03-Jul-18) 8)CARE AA (Under Credit watch with Developing Implications) (08-Jun-18)	2)CARE AA+ (Under Credit watch with Developing Implications) (10-Nov-17)
4.	Debentures-Non Convertible Debentures	LT	6000.00	CARE BB- (Under Credit watch with Negative Implications)	-	1)CARE BB- (Under Credit watch with Negative Implications) (17-Feb-20) 2)CARE BBB- (Under Credit watch with Negative Implications) (22-Nov-19) 3)CARE A- (Under Credit watch with Negative Implications) (30-Oct-19) 4)CARE A; Negative (08-Aug-19) 5)CARE A+; Negative (10-Jun-19)	1)CARE AA-; Negative (15-Feb-19) 2)CARE AA; Negative (26-Nov-18) 3)CARE AA; Negative (13-Nov-18) 4)CARE AA; Negative (11-Sep-18) 5)CARE AA (Under Credit watch with Developing Implications) (03-Jul-18) 6)CARE AA (Under Credit watch with Developing Implications) (08-Jun-18)	1)CARE AA+ (Under Credit watch with Developing Implications) (10-Nov-17)
5.	Commercial Paper	ST	-	-	-	1)Withdrawn (08-Aug-19) 2)CARE A1+ (10-Jun-19)	1)CARE A1+ (15-Feb-19) 2)CARE A1+ (26-Nov-18) 3)CARE A1+	1)CARE A1+ (Under Credit watch with Developing Implications)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
							(13-Nov-18) 4)CARE A1+ (11-Sep-18) 5)CARE A1+ (Under Credit watch with Developing Implications) (03-Jul-18) 6)CARE A1+ (Under Credit watch with Developing Implications) (08-Jun-18)	(10-Nov-17)
6.	Debentures-Non Convertible Debentures	LT	1500.00	CARE BB- (Under Credit watch with Negative Implications)	-	1)CARE BB- (Under Credit watch with Negative Implications) (17-Feb-20) 2)CARE BBB- (Under Credit watch with Negative Implications) (22-Nov-19) 3)CARE A- (Under Credit watch with Negative Implications) (30-Oct-19) 4)CARE A; Negative (08-Aug-19) 5)CARE A+; Negative (10-Jun-19)	1)CARE AA-; Negative (15-Feb-19) 2)CARE AA; Negative (26-Nov-18) 3)CARE AA; Negative (13-Nov-18) 4)CARE AA; Negative (11-Sep-18) 5)CARE AA (Under Credit watch with Developing Implications) (23-Aug-18)	-
7.	Non-fund-based - ST-BG/LC	ST	-	-	-	1)Withdrawn (08-Aug-19) 2)CARE A1+ (10-Jun-19)	1)CARE A1+ (21-Feb-19) 2)CARE A1+ (15-Feb-19) 3)CARE A1+ (26-Nov-18) 4)CARE A1+ (13-Nov-18) 5)CARE A1+ (26-Sep-18)	-
8.	Fund-based - ST-Term loan	ST	-	-	-	1)Withdrawn (08-Aug-19) 2)CARE A1+ (10-Jun-19) 3)CARE A1+	1)CARE A1+ (21-Feb-19) 2)CARE A1+ (15-Feb-19) 3)CARE A1+	-



Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
							(26-Nov-18) 4)CARE A1+ (13-Nov-18) 5)CARE A1+ (26-Sep-18)	
9.	Fund-based - ST-Term loan	ST	-	-	-	1)Withdrawn (10-Jun-19)	1)CARE A1+ (21-Feb-19)	-

**Annexure-3: List of subsidiaries, associates and joint ventures of VIL getting consolidated (list as on December 31, 2019)**

S.No	Name of the company	% shareholding of VIL
1	Idea Telesystems Limited	100.00%
2	Vodafone M-Pesa Limited	100.00%
3	Vodafone Idea Manpower Services Limited (formerly Idea Cellular Services Limited)	100.00%
4	Vodafone Idea Business Services Limited (formerly Vodafone Business Services Limited)	100.00%
5	Vodafone Idea Communication Systems Limited (formerly Mobile Commerce Solutions Limited)	100.00%
6	Vodafone Idea Shared Services Limited (formerly Vodafone India Ventures Limited)	100.00%
7	Vodafone Idea Technology Solutions Limited (formerly Vodafone Technology Solutions Limited)	100.00%
8	Vodafone India Digital Limited	100.00%
9	You Broadband India Limited	100.00%
10	Vodafone Foundation	100.00%
11	Vodafone Towers Limited	100.00%
12	You System Integration Private Limited	100.00%
13	Connect (India) Mobile Technologies Private Limited	100.00%
14	Indus Tower Limited	11.15%
15	Firefly Networks Limited <sup>§</sup>	50.00%
16	Aditya Birla Idea Payments Bank Limited <sup>^</sup>	49.00%

*§ became joint venture of the Company effective August 31, 2018, pursuant to amalgamation of Vodafone Mobile Services Limited with the Company*

*^in the process of winding up*

**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](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

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