

## Welspun Enterprises Limited

December 30, 2020

### Ratings

Facilities	Amount (Rs. crore)	Rating1	Rating Action
Commercial Paper	0.00	--	Withdrawn

Details in Annexure-1

### Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of 'CARE A1+; (A One Plus) assigned to the Commercial Paper programme of Welspun Enterprises Limited (WEL) with immediate effect. The above action has been taken at the request of WEL and confirmation from IPA (Issuing & Paying Agent) that there is nil outstanding against CP programme rated by CARE.

**Analytical approach:** Not Applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Welspun Enterprises Ltd. (WEL) (formerly known as Welspun Projects Ltd) established in 1994 in Vadodara (Gujarat), is primarily engaged in infrastructure (construction, developing and maintaining BOT/HAM projects in water and roads) business and offers civil engineering services. It is a part of Welspun Group promoted by Mr. B. K. Goenka and Mr. R. R. Mandawewala having business interests in home & advanced textiles, large diameter line pipes, infrastructure, and flooring solutions. The Company was created in its current form since May 11, 2015 through the merger of Welspun Enterprises Ltd., Welspun Infratech Ltd., Welspun Plastics Private Ltd., Welspun Infra Projects Private Ltd. and Welspun Projects Ltd. The company undertakes Engineering Procurement and Construction (EPC) works through subcontractors for both Welspun Group companies as well as outside clients. It has designed and built manufacturing plants and executed Build Operate and Transfer (BOT) projects across India.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)	FY20 (A)
Total operating income	1146.41	1824.49	1894.47
PBILDIT	159.46	231.17	296.46
PAT	69.43	126.76	151.13
Overall gearing (times)	0.34	0.41	0.54
Interest coverage (times)	4.81	4.33	3.83

A: Audited; Note: Financials are classified as per CARE internal standards

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

**Any other information:** NA

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

**Complexity level of various instruments rated for this company:** Annexure-3

### Annexure-1: Details of Instruments

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Commercial Paper- Commercial Paper (Standalone)	-	-	-	0.00	Withdrawn

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

## 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.	Term Loan-Long Term	LT	-	-	-	-	-	1)Withdrawn (12-May-17)
2.	Term Loan-Long Term	LT	-	-	-	-	-	1)Withdrawn (12-May-17)
3.	Fund-based-Long Term	LT	-	-	1)CARE A+; Stable (10-Jun-20) 2)Withdrawn (10-Jun-20)	1)CARE A+; Stable (05-Feb-20)	1)CARE AA-; Stable (22-Mar-19) 2)CARE AA-; Stable (19-Sep-18) 3)CARE AA-; Stable (06-Apr-18)	1)CARE A+; Stable (12-May-17)
4.	Non-fund-based-LT/ST	LT/ST	-	-	1)Withdrawn (10-Jun-20) 2)CARE A+; Stable / CARE A1+ (10-Jun-20)	1)CARE A+; Stable / CARE A1+ (05-Feb-20)	1)CARE AA-; Stable / CARE A1+ (22-Mar-19) 2)CARE AA-; Stable / CARE A1+ (19-Sep-18) 3)CARE AA-; Stable / CARE A1+ (06-Apr-18)	1)CARE A+; Stable / CARE A1+ (12-May-17)
5.	Commercial Paper-Commercial Paper (Standalone)	ST	-	-	-	1)CARE A1+ (05-Feb-20)	1)CARE A1+ (22-Mar-19) 2)CARE A1+ (19-Sep-18) 3)CARE A1+ (19-Apr-18)	-
6.	Debentures-Non Convertible Debentures	LT	-	-	-	-	1)Withdrawn (25-Dec-18) 2)CARE AA-; Stable (19-Sep-18)	-
7.	Debentures-Non Convertible Debentures	LT	-	-	-	-	1)Withdrawn (25-Dec-18) 2)CARE AA-; Stable (19-Sep-18)	-

## Annexure 3: Complexity level of various instruments rated for this company

Sr No	Name of instrument	Complexity level
1	Commercial Paper-Commercial Paper (Standalone)	Simple

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. 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:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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