

## RATING RATIONALE

03 Jan 2024

### IL&FS Transportation Networks Limited

**Brickwork Ratings reaffirms the ratings for the NCD of Rs. 3550.00 Crs. and Commercial Paper of Rs. 200 Crs. of IL&FS Transportation Networks Limited based on best available information, as the issuer did not cooperate.**

#### Particulars

Instrument**	Amount (Rs. Crs.)		Tenure	Rating^	
	Previous	Present		Previous (22 Dec 2022)	Present
NCD	3000.00	<b>3000.00</b>	Long Term	BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed	<b>BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed</b>
	550.00	<b>550.00</b>			
Commercial Paper	200.00	<b>200.00@</b>	Short Term	BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed	<b>BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed</b>
<b>Total</b>	3750.00	<b>3750.00</b>	<b>Rupees Three Thousand and Seven Hundred and Fifty Crores Only</b>		

^Please refer to Brickwork Ratings (BWR) website [www.brickworkratings.com](http://www.brickworkratings.com) for the definition of the ratings

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

\*\* Details of NCDs and CPs are provided in Annexure -I.

@As per the last information available with BWR, the outstanding of the rated Commercial Paper was Rs.143.00 Crores

#### RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) has consistently taken up with the company through emails to provide the requisite information for the review of the ratings. Despite the best efforts of BWR to get at least the minimum required information for a review, the company continues to be non-cooperative. Further, the company has not been submitting the monthly 'No Default Statement' (NDS) in deviation from the extant guidelines. Due to the continued lack of management cooperation and in the absence of adequate information from the company, BWR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Hence, based on the best available information, continued lack of management cooperation, and Debenture Trustee's confirmation of default and in terms of extant regulatory requirements, BWR has reaffirmed the rating at BWR D and continued the ratings in the ISSUER NOT COOPERATING\* category for the NCDs of Rs. 3550.00 Crs and Commercial Paper of Rs. 200 Crs.

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

### LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

### ABOUT THE ENTITY

Macro Economic Indicator	Sector	Industry	Basic Industry
Service	Service	Transport Service	Road Assets-Toll, Annuity, Hybrid-Annuity

IL&FS Transportation Networks Limited 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 the development of Build Operate Transfer (BOT) Road Projects. ITNL also renders services in areas of project advisory, management, and supervisory -, operation and maintenance (O&M) and toll collection services. Incorporated in 2000, ITNL was promoted by IL&FS which currently holds a 73.22% equity stake.

**Note:** As per the information available in Oct 2019.

### KEY FINANCIAL INDICATORS (Standalone)

Key Parameters	Units	FY 22	FY23	FY 23-24 (Unaudited -Midterm_H1)
		Audited	Audited	Unaudited
Operating Revenue	Rs. Crs.	NA	NA	NA
EBITDA	Rs. Crs.	NA	NA	NA
PAT	Rs. Crs.	NA	NA	NA
Tangible Net Worth	Rs. Crs.	NA	NA	NA
Total Debt / Tangible Net Worth	Times	NA	NA	NA
Current Ratio	Times	NA	NA	NA

**NA:** Not Available

### NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY:

1. ICRA ratings migrated the company's ratings to the ISSUER NOT COOPERATING\* category w.e.f 16 Aug 2018 as the issuer did not provide the information to conduct the rating exercise.

2. CARE ratings migrated the company's ratings to the ISSUER NOT COOPERATING\* category w.e.f 27 Mar 2019 as the issuer did not provide the information to conduct the rating exercise.
3. India ratings migrated the company's ratings to the ISSUER NOT COOPERATING\* category w.e.f 28 May 2021 as the issuer did not provide the information to conduct the rating exercise.

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

**RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]:**

Sl. No.	Instrument	Current Rating (Jan 2024)			Rating History					
		Type	Amount Rated (Rs. Crs.)	Rating	2023		2022		2021	
					Date	Rating	Date	Rating	Date	Rating
1	NCD	Long Term	3550.00	BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed	NA	NA	22 Dec 2022	BWR D continues to be in ISSUER NOT COOPERATING* category / Reaffirmed	08 Nov 2021	BWR D ISSUER NOT COOPERATING* Reaffirmed
2	Commercial Paper	Short Term	200.00	BWR D continues to be in ISSUER NOT COOPERATING*/ Reaffirmed	NA	NA	22 Dec 2022	BWR D continues to be in ISSUER NOT COOPERATING* category / Reaffirmed	08 Nov 2021	BWR D ISSUER NOT COOPERATING* Reaffirmed
<b>Total</b>			<b>3750.00</b>	<b>Rupees Three Thousand and Seven Hundred and Fifty Crores Only</b>						

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

**COMPLEXITY LEVELS OF THE INSTRUMENTS:**

**NCD:** Simple

**Commercial Paper:** Simple

For more information, visit

<https://www.brickworkratings.com/download/ComplexityLevels.pdf>

**HYPERLINK / REFERENCE TO APPLICABLE CRITERIA**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)
- [Policy on Issuer Non-cooperation](#)
- [Default Recognition and Default Curing Period](#)

Analytical Contacts	
<b>Vidit Goel</b> Rating Analyst <a href="mailto:Vidit.g@brickworkratings.com">Vidit.g@brickworkratings.com</a>	<b>Saakshi Kanwar</b> Associate Director Ratings <a href="mailto:saakshi.k@brickworkratings.com">saakshi.k@brickworkratings.com</a>
1-860-425-2742	I <a href="mailto:media@brickworkratings.com">media@brickworkratings.com</a>

**IL&FS Transportation Networks Limited**  
**ANNEXURE I: INSTRUMENT (NCD) DETAILS**

Instrument NCD Tranche	Issue Date	Outstanding Amount in ₹ Crs	Coupon Rate	Maturity Date	ISIN Particulars
Bonds XVI	10-Aug-16	200.00	9.51%	10-Feb-25	INE975G08199
Bonds XVII	18-Aug-16	100.00	9.51%	18-Feb-25	INE975G08207
Bonds XVIII	27-Oct-16	250.00	9.44%	27-Oct-26	INE975G08215
Bonds-XIX - a	31-Mar-17	300.00	9.20%	15-Apr-22	INE975G08223
Bonds-XIX - b	31-Mar-17	450.00	9.33%	31-Mar-27	INE975G08231
Bonds-XX - a	30-Oct-17	32.50	9.25%	28-Oct-22	INE975G08249
Bonds-XX - b	30-Oct-17	118.00	9.37%	29-Oct-27	INE975G08256
Bonds-XXI - a	30-Nov-17	100.00	9.37%	30-Nov-27	INE975G08264
Bonds-XXI - b	30-Nov-17	100.00	9.00%	30-Nov-27	INE975G07019
Bonds-XXII - a	15-Dec-17	50.00	9.25%	15-Dec-22	INE975G08272
Bonds-XXII - b	15-Dec-17	99.00	9.00%	15-Dec-27	INE975G07027
Bonds-XXIII - a	01-Feb-18	100.00	9.10%	15-Dec-27	INE975G07043
Bonds-XXIII - b	02-Feb-18	100.00	9.10%	02-Feb-23	INE975G07035
Bonds-XXIV	28-Mar-18	100.00	9.15%	28-Mar-25	INE975G07068
Bonds-XXIV	28-Mar-18	75.00	9.10%	28-Mar-23	INE975G07050
Bonds-XXIV	31-Mar-18	140.00	9.20%	30-Mar-28	INE975G07076
Bonds-XXV - a	27-Apr-18	10.00	9.35%	27-Apr-23	INE975G08280
Bonds-XXV - b	27-Apr-18	75.00	9.45%	27-Apr-28	INE975G08306
Bonds-XXV - c	27-Apr-18	15.00	9.40%	25-Apr-25	INE975G08298
Bonds-XXVI - a	25-May-18	24.00	9.15%	23-May-25	INE975G07084
Bonds-XXVI - b	25-May-18	75.00	9.20%	25-May-28	INE975G07092

**Note:** The NCDs are listed on NSE. Although the total of the above O/s amount works out to be Rs.2513.50 Crs. The rated amount has been continued at Rs.3550 Crs in line with previous reviews.



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#### **DISCLAIMER :**

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