



Press Release

SREI Infrastructure Finance Ltd.

25 July 2019

Brickwork Ratings partially withdraws “BWR A1+” rating for Commercial Paper Programme of Rs 2,000 Crs out of the total rated limit of Rs 3,000 Crs, provides Credit update on material events and reaffirms the long term ratings of BWR AA (Negative)/A+ (Negative) of SREI Infrastructure Finance Limited. (hereafter referred to as SIFL or “Company”)

Particulars:

Instrument	Previous Amount (Rs in Crs)	Present Amount (Rs in Crs)	Previous Rating (Jul, 2019)	Present Rating*
Commercial Paper Programme	3,000	1,000	BWR A1+ (Pronounced as BWR A One Plus)	BWR A1+ (Pronounced as BWR A One Plus) Withdrawn partially for Rs 2000 Crs

**BWR A1+ rating is withdrawn for Rs 2,000 Crs and will continue for the reduced limit of Rs 1,000 Crs.*

Credit Update on Material event:

- The Board of Directors of SEFL and SIFL, at their meeting held on July 4, 2019, have called off the scheme of arrangement and amalgamation amongst Srei Infrastructure Finance Limited (SIFL, holding company of SEFL), SEFL and Srei Asset Reconstruction Private Limited (Srei Asset; a wholly owned subsidiary of SIFL) approved by the company’s Board of Directors in January 2019 and decided to consolidate the lending business of SIFL and SEFL into one entity.
- The Boards have approved transfer of Lending Business, Interest Earning Business & Lease Business ("Transferred Undertaking") of SIFL into SEFL, together with associated employees, assets and liabilities (including liabilities towards issued and outstanding non-convertible debentures issued by SIFL), as a going concern basis by way of slump exchange, for a lump sum consideration, without values being assigned to the individual assets and liabilities, which shall be discharged by SEFL by way of issue and allotment of equity shares of SEFL to SIFL ("Slump Exchange").
- BWR follows a consolidated approach based on the consolidated financial profile of both SREI Infrastructure Finance Ltd and SREI Equipment Finance Ltd while assigning the ratings. Hence, the merger announcement will not have any impact on the rating and the outstanding ratings as per rating rationale dated 5th July 2019 will continue

Brickwork ratings also reaffirms the following ratings:

Instrument	Previous Amount (Rs in Crs)	Present Amount (Rs in Crs)	Previous Rating (July 2019)	Present Rating
Issuer Rating	-	-		
Secured Long Term NCD Issues	40	40	BWR AA (Pronounced as BWR Double A) (Negative)	BWR AA (Pronounced as BWR Double A) (Negative)
	94.97	94.97		
	106.19	106.19		
	39.15	39.15		
	8.81	8.81		
	144.36	144.36		
	653.3	653.3		
	213.88	213.88		
	1500	1500		
Total Secured	2,800.66	2,800.66		
Unsecured, Subordinated (Tier II) NCD Issues	219.15	219.15	BWR A+ (Pronounced as BWR A Plus) (Negative)	BWR A+ (Pronounced as BWR A Plus) (Negative)
	156.66	156.66		
	50	50		
	200	200		
	300.6	300.6		
	500	500		
Total Unsecured	1,426.41	1,426.41		
Total NCDs	4,227.07	4,227.07		
IPDI	100	100		
Total	4,327.07	4,327.07	INR Four Thousand Three Hundred Twenty Seven Crores and Seven Lakhs only	

About the Company

SREI Infrastructure Finance Limited (SIFL) - incorporated in 1985 and having its headquarters at Kolkata - is primarily engaged in financing of infrastructure projects and equipment. Apart from Infrastructure Financing, it is also engaged in infrastructure project development and providing advisory services. SIFL has been classified as an Infrastructure Finance Company (“IFC”) by the Reserve Bank of India within the overall classification of Non-Banking Financial Companies (“NBFC”) in India. While the core services of SIFL remain infrastructure project finance, project development and project advisory, the Group also offers a broad range of holistic financial services such as infrastructure equipment finance, capital market services, insurance broking and venture capital through its group companies. As on 31 Mar 2019, the

promoters and promoter group hold 60.80% stake in SIFL, foreign portfolio investors hold 12.78%, NBFCs & Mutual funds hold 1.63%, Financial institutions hold 0.21%, general public hold 14.33% and others hold 10.26%.

For detailed rationale, kindly refer to the below link:

[https://www.brickworkratings.com/Admin/PressRelease/SREI-Infrastructure-Finance-5July2019%20\(1\).pdf](https://www.brickworkratings.com/Admin/PressRelease/SREI-Infrastructure-Finance-5July2019%20(1).pdf)

Rating History for the last three years (including withdrawn/suspended ratings)

O/s NCDs Reaffirmed:

Sl. No.	Instrument/Facility	Current Rating (July 2019)			Rating History						
		Type	Amount (RsCr)	Rating	2019	2018	2017	2016			
1	Perpetual Debt Instrument	Long Term	100	BWR A+ (Negative)	BWR A+ (Negative)	BWR AA- (Stable)	-	-			
2	Secured Redeemable NCD Issue (Sep 2017)	Long Term	309.76 (1500)	BWR AA (Negative)	BWR AA (Negative)	BWR AA+ (Stable)	BWR AA+ (Stable)	-			
3	Unsecured, Subordinated (Tier II) NCD (Sep 2017)	Long Term	27.02 (500)					-			
4	Issuer Rating [Dec 2014]	Long Term	NA					BWR AA+ (Stable)	BWR AA+ (Stable)	BWR AA+ (Stable)	BWR AA+ (Stable)
5	Secured Long Term NCD [Aug 2014]	Long Term	213.88 (393.01)								
6	Secured Long Term NCD [Jun 2014]	Long Term	653.3 (1000)								
7	Secured Long Term NCD [Jul 2013]	Long Term	144.36 (300)								
8	Secured Long Term NCD [Jul 2013]	Long Term	8.81 (200)								
9	Secured Long Term NCD [Sep 2012]	Long Term	39.15 (200)								
10	Unsecured, Subordinated (Tier II) NCD [Jun 2012]	Long Term	300.60 (436.9)								
11	Unsecured, Subordinated (Tier II) NCD [Apr 2012]	Long Term	200								
12	Unsecured, Subordinated (Tier II) NCD [Apr 2012]	Long Term	50								
13	Unsecured, Subordinated (Tier II) NCD [Jan 2012]	Long Term	156.66 (170.09)								
14	Secured Long Term NCD [Jan 2012]	Long Term	106.19 (500)								
15	Unsecured, Subordinated (Tier II) NCD [Dec 2011]	Long Term	219.15 (250)								
16	Secured Long Term NCD [Dec 2011]	Long Term	94.97 (250)								
17	Secured Long Term NCD [Oct 2011]	Long Term	40 (250)								

^The initial NCD rating amount was Rs 6200.00 Crs. Of this, the outstanding NCD amounts aggregating to Rs 4227.07 Crs is being reaffirmed presently as per details provided above.

O/s Short Term Debt Instruments Reaffirmed:

Sl. No.	Instrument/Facility	Current Rating (Jul, 2019)			Rating History			
		Type	Amount (Rs Crs)	Rating	2019	2018	2017	2016
1	Short Term Debt Programme (including CP) [May 2016]	Short Term	300	BWR A1+	BWR A1+	BWR A1+	BWR A1+	BWR A1+
2	Short Term Debt Programme (including CP) [Oct 2015]	Short Term	200	BWR A1+	BWR A1+	BWR A1+	BWR A1+	BWR A1+
3	Short Term Debt Programme (including CP) [Oct 2017]	Short Term	500	BWR A1+	BWR A1+	BWR A1+	BWR A1+	-
Total			1,000	INR One Thousand Crores Only				

NCD Ratings Previously Withdrawn:

Sl. No.	Instrument/Facility	Current Rating (2019)			Rating History		
		Type	Amount (Rs in Crs)	Rating	2018	2017	2016
1	Unsecured, Subordinated (Tier II) NCD [Jul 2015]	Long Term	50	-	Rating Withdrawn	Rating Withdrawn	BWR AA+ (Stable)
2	Secured Long Term NCD Issues [Jan 2015]	Long Term	250	-	Rating Withdrawn	Rating Withdrawn	BWR AA+ (Stable)
Total			300	INR Three Hundred Crores Only			

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Banks & Financial Institutions](#)
- [Short Term Debt](#)
- [Commercial Paper](#)



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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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