

## RATING RATIONALE

5 May 2020

*Adani Rail Infra Pvt. Ltd.*

### Brickwork Ratings withdraws the ratings for the Non Convertible Debentures aggregating Rs. 2590 Cr Adani Rail Infra Pvt. Ltd. (ARIPL or the ‘Company’)

#### Particulars

| Facility/<br>Instrument** | Amount (Rs. Cr) |          | Tenure    | Rating*                     |           |
|---------------------------|-----------------|----------|-----------|-----------------------------|-----------|
|                           | Previous        | Present  |           | Previous<br>(November 2019) | Present#  |
| NCD/Bonds                 | 54.00           | -        | Long Term | BWR AA- (CE)<br>(Stable)    | Withdrawn |
| NCD/Bonds                 | 48.00           | -        | Long Term | BWR AA- (CE)<br>(Stable)    | Withdrawn |
| NCD/Bonds                 | 1000.00         | -        | Long Term | BWR AA- (CE)<br>(Stable)    | Withdrawn |
| NCD/Bonds                 | 624.00          | -        | Long Term | BWR A+ (CE)<br>(Stable)     | Withdrawn |
| NCD/Bonds                 | 299.00          | -        | Long Term | BWR A+ (CE)<br>(Stable)     | Withdrawn |
| NCD/Bonds                 | 480.00          | -        | Long Term | BWR AA- (CE)<br>(Stable)    | Withdrawn |
| NCD/Bonds                 | 85.00           | -        | Long Term | BWR AA- (CE)<br>(Stable)    | Withdrawn |
| <b>Total</b>              | <b>2590</b>     | <b>-</b> |           |                             | <b>-</b>  |

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

\*\*Complete details of NCDs is provided in Annexure-I



### RATING ACTION - WITHDRAWAL

BWR withdraws the rating of the NCDs aggregating Rs.2590 Cr of Adani Rail Infra Pvt. Ltd. (ARIPL) on account of redemption. The redemptions have been made out of the cash flows generated by entering into strategic partnerships and asset monetization programmes . The necessary Redemption Certificates have been furnished to BWR by the Company, ARIPL.

### COMPANY PROFILE

Adani Rail Infra Pvt. Ltd. (ARIPL), incorporated in July 2005, is 100% owned by S B Adani Family Trust through its nominees. It is into the business of commodity trading. It is basically the holding company of “Sarguja Rail Corridor Pvt. Ltd. – Rated BWR A (Stable).

ARIPL basically is an investment arm of Adani Group without any significant cash-flows of its own. Funds raised here by way of NCDs are used essentially for group purposes. As such, repayment is dependent on the cash-flows of the operating entities of the group, dividend or interest payouts, or refinancing.

### NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY - NA

### RATING HISTORY

#### Of Redeemed NCDs

| Sl. No. | Instrument/Facility | Current Rating (Year 2020)     |                    |           | 2019                     |                          | 2018                     |                          |
|---------|---------------------|--------------------------------|--------------------|-----------|--------------------------|--------------------------|--------------------------|--------------------------|
|         |                     | Type<br>(Long Term/Short Term) | Amount<br>(Rs Crs) | Rating    | Sep-19                   | Mar-19                   | Sep-18                   | Jun-18                   |
| 1       | NCD                 | Long Term                      | 54                 | Withdrawn | BWR AA- (CE)<br>(Stable) |                          |                          |                          |
| 2       | NCD                 | Long Term                      | 48                 | Withdrawn | BWR AA- (CE)<br>(Stable) |                          |                          |                          |
| 3       | NCD                 | Long Term                      | 85                 | Withdrawn | BWR AA-(CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable)  |                          |                          |
| 4       | NCD                 | Long Term                      | 1000               | Withdrawn | BWR AA- (CE)<br>(Stable) | BWR AA- (CE)<br>(Stable) | BWR AA- (CE)<br>(Stable) |                          |
| 5       | NCD                 | Long Term                      | 480                | Withdrawn | BWR AA- (CE)<br>(Stable) | BWR AA- (CE)<br>(Stable) | BWR AA- (CE)<br>(Stable) | BWR AA- (CE)<br>(Stable) |
| 6       | NCD                 | Long Term                      | 299                | Withdrawn | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  |
| 7       | NCD                 | Long Term                      | 624                | Withdrawn | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  | BWR A+ (CE)<br>(Stable)  |

### OF Existing NCDs for which the existing rating will continue

| Sl. No. | Instrument/Facility | Current Rating (Year 2020)     |                    |   | 2019                     |                         | 2018   |        |
|---------|---------------------|--------------------------------|--------------------|---|--------------------------|-------------------------|--------|--------|
|         |                     | Type<br>(Long Term/Short Term) | Amount<br>(Rs Crs) | Rating  | Sep-19                   | Mar-19                  | Sep-18 | Jun-18 |
| 1       | NCD                 | Long Term                      | 398                | BWR AA- (CE)<br>(Stable)  | BWR AA- (CE)<br>(Stable) |                         |        |        |
| 2       | NCD                 | Long Term                      | 700                | BWR AA- (CE)<br>(Stable)  | BWR AA- (CE)<br>(Stable) |                         |        |        |
| 3       | NCD                 | Long Term                      | 500                | BWR AA- (CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable) |        |        |
| 4       | NCD                 | Long Term                      | 500                | BWR AA- (CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable) |        |        |
| 5       | NCD                 | Long Term                      | 265                | BWR AA- (CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable)  | BWR AA-(CE)<br>(Stable) |        |        |
|         | <b>Total</b>        |                                | <b>2363</b>        | <b>Rupees Two Thousand Three Hundred Sixty Three Crore Only</b> |                          |                         |        |        |

### COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

[BWR's policy on withdrawal of Ratings](#)

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## ANNEXURE I

### INSTRUMENT DETAILS of the Redeemed NCDs for which the rating is Withdrawn

| Facility     | ISIN         | Amount (Rs. Cr) | Issue Date | Maturity  | Coupon                              |
|--------------|--------------|-----------------|------------|-----------|-------------------------------------|
| NCD          | INE00U207119 | 54              | 26-Sep-19  | 1-Oct-20  | Zero Coupon with Premium Redemption |
| NCD          | INE00U207135 | 48              | 26-Sep-19  | 30-Sep-21 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207051 | 1,000           | 28-Sep-18  | 28-Apr-23 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207044 | 250             | 23-Aug-18  | 27-Apr-20 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207044 | 374             | 23-Aug-18  | 27-Apr-20 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207036 | 299             | 6-Aug-18   | 27-Apr-20 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207010 | 480             | 18-Jul-18  | 16-Apr-20 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207085 | 85              | 29-Mar-19  | 7-Apr-20  | Zero Coupon with Premium Redemption |
| <b>Total</b> |              | <b>2590</b>     |            |           |                                     |



## Instrument Details of the Existing NCDs of APRIL backed by share-pledge and rated by BWR

| Facility     | ISIN         | Amount (Rs. Cr) | Pay-in Date | Maturity  | Coupon                              |
|--------------|--------------|-----------------|-------------|-----------|-------------------------------------|
| NCD          | INE00U207127 | 398             | 26-Sep-19   | 29-Apr-22 | Zero Coupon with Premium Redemption |
| NCD          | INE814H07133 | 700             | 5-Jul-19    | 5-May-23  | Zero Coupon with Premium Redemption |
| NCD          | INE00U207077 | 265             | 29-Mar-19   | 7-Apr-22  | Zero Coupon with Premium Redemption |
| NCD          | INE00U207069 | 500             | 29-Mar-19   | 29-Apr-23 | Zero Coupon with Premium Redemption |
| NCD          | INE00U207093 | 500             | 29-Mar-19   | 29-Apr-23 | Zero Coupon with Premium Redemption |
| <b>Total</b> |              | <b>2363</b>     |             |           |                                     |

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