

January 25, 2019

General Manager,
 Listing Department,
 BSE Limited,
 P.J. Tower, Dalal Street,
 Mumbai 400 001

Vice President,
 Listing Department,
 National Stock Exchange of India Limited
 'Exchange Plaza', Bandra Kurla Complex,
 Bandra (East), Mumbai - 400 051

Scrip Code No: 533177

Scrip Code No: IL&FSTRANS EQ

Dear Sirs,

Re.: Revised Ratings by India Ratings and Research

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we give below the revised rating assigned by India Ratings and Research for the following instruments:

Instrument	Sanctioned Amount (₹ in Crore)	Revised Rating	Previous Rating
Non-Convertible Debentures (NCDs)	800	IND D	IND C
Proposed NCDs	700	Withdrawn*	IND C
Proposed Term Loans	431	Withdrawn *	IND C

*Note: Downgraded to 'IND D' before being withdrawn. The rating has been withdrawn as the Company is not likely to proceed with the issuance of the proposed instruments

Also attached the rating rationale issued by Rating Agency

Thank you

Yours faithfully,
 For IL&FS Transportation Networks Limited



Krishna Ghag
 Vice President &
 Company Secretary

India Ratings Downgrades IL&FS Transportation Networks' NCDs to 'IND D'

25

JAN 2019

By Sudeep Arekar

India Ratings and Research (Ind-Ra) has taken the following rating actions on the instruments of IL&FS Transportation Networks Limited (ITNL):

Instrument Type	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (billion)	Rating	Rating Action
Non-convertible debentures (NCDs)*	-	-	-	INR8	IND D	Downgraded
Proposed NCDs*,#	-	-	-	INR7	WD	Downgraded and Withdrawn
Proposed term loans,#	-	-	-	INR4.31	WD	Downgraded and Withdrawn

*Details in annexure

#Downgraded to 'IND D' before being withdrawn. The rating has been withdrawn as ITNL is not likely to proceed with the issuance of the proposed instruments as envisaged earlier.

KEY RATING DRIVERS

The downgrade reflects ITNL's communication to the exchanges about the non-payment of interest obligations on the rated NCDs rated on the due date of 21 January 2019. The default was on account of a continued stretched liquidity profile on account of delays in the realisation of pending claims from various government authorities and delays in undertaking deleveraging initiatives. ITNL's credit metrics thus are likely to remain stretched over the medium term.

RATING SENSITIVITIES

Timely debt servicing for at least three consecutive months could result in a positive rating action.

COMPANY PROFILE

ITNL is a surface transportation infrastructure company and the largest private sector road operator in India under the build-operate-transfer model.

FINANCIAL SUMMARY

Particulars (INR million)	FY18	FY17
Revenue	35,368	36,763
EBITDA	19,962	15,875
Debt	137,300	116,702
Finance costs	16,421	13,779
Net profit	2,518	2,364
Source: ITNL, Ind-Ra		

RATING HISTORY

Instrument Type	Current Rating			Historical Rating/Rating Watch/Outlook			
	Rating Type	Rated Limits (billion)	Rating	28 September 2018	25 July 2018	8 February 2018	6 June 2016
Issuer rating	Long-term	-	IND D	IND D	IND BB/RWN	IND A/RWN	IND A/Negative
Long-term loan	Long-term	INR1.19	IND D	IND D	IND BB/RWN	IND A/RWN	IND A/Negative
NCDs	Long-term	INR8	IND D	IND C	IND BB/RWN	IND A/RWN	IND A/Negative

ANNEXURE

Instrument	ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (billion)	Rating
NCDs	INE975G08041	4 March 2014	11.5	4 February 2024	INR1	IND D
NCDs	INE975G08058	22 July 2014	11.5	21 June 2024	INR2	IND D
NCDs	INE975G08082	21 January 2015	11.8	21 December 2024	INR2.5	IND D
NCDs	INE975G08090	4 February 2015	11.8	3 January 2025	INR2.5	IND D
Total					INR8	

COMPLEXITY LEVEL OF INSTRUMENTS

For details on the complexity level of the instruments, please visit <https://www.indiaratings.co.in/complexity-indicators>.

SOLICITATION DISCLOSURES

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

ABOUT INDIA RATINGS AND RESEARCH

About India Ratings and Research: India Ratings and Research (Ind-Ra) is India's most respected credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance and leasing companies, managed funds, urban local bodies and project finance companies.

Headquartered in Mumbai, Ind-Ra has seven branch offices located in Ahmedabad, Bengaluru, Chennai, Delhi, Hyderabad, Kolkata and Pune. Ind-Ra is recognised by the Securities and Exchange Board of India, the Reserve Bank of India and National Housing Bank.

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Applicable Criteria

[Corporate Rating Methodology](#)

Analyst Names

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