

April 23, 2020

Reliance Jio Infocomm Limited: Rating withdrawn

Summary of rated instruments

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-Convertible Debenture Programme	35,500	-	[ICRA]AAA (Stable); withdrawn

Rationale

ICRA has withdrawn the rating of [ICRA]AAA (Stable) outstanding on the Rs. 35,500 crore non-convertible debenture programme of Reliance Jio Infocomm Limited (RJIL). The rating was withdrawn in accordance with ICRA's policy on the withdrawal and suspension of credit ratings, at the request of the company, and based on the NCLT order for transfer of the rated debt to a different entity. ICRA does not have adequate information to suggest that the credit risk has changed since the time the rating was last reviewed.

The last detailed rating rationale can be found [here](#).

Key rating drivers and their description

Not Applicable

Liquidity position

Not Applicable

Rating sensitivities

Not Applicable

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Reliance Industries Limited The rating derives comfort from RJIL being a strategically important entity of RIL and the significant financial synergies, which RJIL derives from RIL
Consolidation/Standalone	The ratings are based on the standalone financial profile of the company.

About the company

RJIL, a subsidiary of RIL, has built an all-IP data network with the latest 4G LTE technology, which supports voice over LTE (VoLTE). The network has the potential to be upgraded to support more data as technologies advance on to 5G, 6G and beyond. The company has created an eco-system comprising network, devices, applications and content to provide seamless telecom services across 22 telecom circles in the country. Further, it is in the process of rolling out home

broadband and fibre to home (FTTX) services. As on December 31, 2019, the company had 370.0 million subscribers.
Key financial indicators (audited)

	FY2018	FY2019
Operating Income (Rs. crore)	20,154	38,838
PAT (Rs. crore)	723	2,964
OPBDIT/OI (%)	33.5%	38.9%
RoCE (%)	4.1%	7.3%
Total Outside Liabilities/Tangible Net Worth (times)	1.43	3.76
Total Debt/OPBDIT (times)	12.56	6.82
Interest Coverage (times)	3.30	3.64
DSCR	0.52	0.48

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

			Current Rating (FY2021)			Chronology of Rating History for the past 3 years				
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & rating	Date & Rating in FY2020	Date & Rating in FY2019		Date & Rating in FY2018	
					23-Apr-20	05-Nov-19	21-Jan-19	05-Apr-18	05-Jan-18	11-Dec-17
1	NCD	Long-term	35,500.0	0	[ICRA]AAA (Stable); withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)

Amount in Rs. Crore;

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount rated earlier (Rs. crore)	Current Rating and Outlook
INE110L08037	NCD (PPD 3)	June 16, 2014	9.25%	June 16, 2024	2,500	[ICRA]AAA(Stable); withdrawn
INE110L08045	NCD (PPD 4)	November 18, 2014	8.95%	November 18, 2019	500	
INE110L08052	NCD (PPD 5) Option I	January 21, 2015	8.90%	January 21, 2020	1,000	
INE110L08060	NCD (PPD 5) Option I	January 21, 2015	9.00%	January 21, 2025	1,000	
INE110L07047	NCD (PPD 8)	October 30, 2015	8.25%	1/3rd each on October 30, 2023, October 30, 2024 and October 30, 2025	3,000	
INE110L07054	NCD (PPD 9)	April 29, 2016	8.10%	April 29, 2019	2,250	
INE110L07062	NCD (PPD 10)	May 31, 2016	8.10%	May 31, 2019	750	
INE110L07070	NCD (PPD 11)	July 8, 2016	8.32%	July 8, 2021	2,000	
INE110L07088	NCD (PPD 12)	April 9, 2018	8.00%	April 9, 2023	2,500	
INE110L07096	NCD (PPD 13)	April 16, 2018	8.00%	April 16, 2023	2,500	
INE110L07104	NCD (PPD 14)	April 24, 2018	7.97%	April 24, 2022	1,000.0	
INE110L07112	NCD (PPD 15)	June 15, 2018	8.70%	June 15, 2021	2,000.0	
INE110L07120	NCD (PPD 16)	July 18, 2018	8.70%	July 18, 2021	1,500.0	
NA	NCD (Others)^	-	-	-	13,000.0	
Total	-	-	-	-	35,500.0	

Source: RJIL

These instruments (which have not matured) have been transferred to a separate entity and the NCLT approval is in place

Annexure-2: List of entities considered for consolidated analysis – Not applicable

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