

Pan India Infraprojects Private Limited

May 31, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Outstanding
Long-term Loans	622.40	641.00	[ICRA]BBB (Stable)
Long-term, Unallocated Limits	577.60	559.00	[ICRA]BBB (Stable)
Total	1200.00	1200.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has the long-term rating of [ICRA]BBB (pronounced ICRA triple B)¹ outstanding on the Rs. 1,200.00 crore² bank facilities of Pan India Infraprojects Private Limited (PIIPL). The outlook on the rating is Stable.

Rationale

The rating factors in PIIPL's parentage by virtue of being a part of the Essel Group, the Group's focus on the infrastructure sector and the support extended by the Group companies to PIIPL by way of advances and inter-corporate deposits (ICDs). The rating also takes into account the long experience of key managerial and technical personnel in the infrastructure space. Being the nodal engineering, procurement and construction (EPC) agency for the infrastructure business of the Essel Group, PIIPL receives milestone-linked payments from the respective project special purpose vehicles (SPVs), but extends advances to the sub-contractors. This raises funding requirements for the company.

The previous detailed rating rationale is available on the following link-[Click here](#)

About the company:

Pan India Infraprojects Private Limited is a part of the Essel Group and functions as the nodal EPC agency for various projects undertaken by the Group. PIIPL is engaged in sectors like roads, power transmission, solar, waste management, water distribution, etc. Essel Infrastructure Limited (EIL), the holding company of the Essel Group in the infrastructure segment, bids for projects and executes them through project specific SPVs. These SPVs award the project management / execution contracts to PIIPL, which in turn subcontracts to various contractors.

The company was incorporated in 2000 as Pan India Infrastructures Private Limited (Pan India), a wholly-owned subsidiary of EIL, which is held entirely by Mr. Subhash Chandra and his family members. The erstwhile Pan India was merged into a group company—Essel Sports Private Limited (ESPL) in FY2013 and the new entity was rechristened PIIPL. Subsequently, PIIPL merged the operations of its wholly-owned subsidiary, namely, Essel Urban Infrastructures Private Limited (EUIPL) with itself in FY2014. PIIPL is held entirely by two entities which are directly or indirectly held by the promoters of the Essel Group—Mr. Subhash Chandra and his family members.

¹For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications.

²100 lakh = 1 crore = 10 million

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Instrument	Type	Current Rating (FY2019)		Date & Rating May 2018	Chronology of Rating History for the past 3 years		
		Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)*		Date & Rating in FY2018 November 2017	Date & Rating in FY2017 August 2016	Date & Rating in FY2016 July 2015
1 Term Loan-1	Long-term	400.00	338.5	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
2 Term Loan-2	Long-term	95.00	95.00	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
3 Term Loan-3	Long-term	46.00	46.00	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
4 Term Loan-4	Long-term	100.00	100.00	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
5 Unallocated	Long-term	559.00	559.00	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)

*As of March 31, 2018

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 (Rs. crore)	Current Rating and Outlook
NA	Term Loan-1	December 2017	One year MCLR+0.8%	FY2023	400.00	[ICRA]BBB(Stable)
NA	Term Loan-2	FY2016	One year MCLR+1.17%	FY2021	95.00	[ICRA]BBB(Stable)
NA	Term Loan-3	FY2016	One year MCLR+1.50%	FY2022	46.00	[ICRA]BBB(Stable)
NA	Term Loan-4	July 2016	One year MCLR+1.70%	FY2022	100.00	[ICRA]BBB(Stable)
NA	Unallocated Limits	NA	NA	NA	559.00	[ICRA]BBB(Stable)

Source: Pan India Infraprojects Private Limited

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