August 13, 2020 (Revised)

Reliance Communications Limited: Continues to remain under Issuer Non-Cooperating category

Summary of rating action:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible Debenture (NCD) Programme	5000.00	5000.00	[ICRA]D; ISSUER NOT COOPERATING* Rating Continues to remain under the 'Issuer Not Cooperating' category
Long-term Fund-based/Non-fund Based Limits (including unallocated)	28,116.00	28,116.00	[ICRA]D; ISSUER NOT COOPERATING* Rating Continues to remain under the 'Issuer Not Cooperating' category
Short-term Fund-based/Non-fund Based Limits (including unallocated)	7314.00	7314.00	[ICRA]D; ISSUER NOT COOPERATING* Rating Continues to remain under the 'Issuer Not Cooperating' category
Commercial Paper (CP) Programme	2000.00	2000.00	[ICRA]D; ISSUER NOT COOPERATING* Rating Continues to remain under the 'Issuer Not Cooperating' category
Total	**42,430.00**	**42,430.00**	

*Issuer did not cooperate; based on best available information

Rationale

The ratings for the Rs. 42,430.00 crore bank facilities of Reliance Communications Limited continue to remain under Issuer Not Cooperating category. The ratings are denoted as '[ICRA]D/[ICRA]D ISSUER NOT COOPERATING'; Rating continues to remain under 'Issuer Not Cooperating' category.

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis dated information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not applicable
Consolidation / Standalone	Standalone

About the company

The Group has been operating as an integrated telecommunications service provider, however on January 31, 2018 it shut down its wireless retail operations. Now its operations comprise B2B focused businesses, including Indian and Global Enterprise, Internet Data Centers and private submarine cable network.

The previous detailed rating rationale is available on the following link: Click here

Status of non-cooperation with previous CRA:

CRA	Status	Date of release
CARE	CARE D; Issuer not cooperating	April 2020

Key financials Indicators:

	Dec 2019	Mar 2020
Operating Income (Rs. crore)	201.0	156.0
PAT (Rs. crore)	(12,769.0)	(1254.0)
OPBDIT/OI (%)	-34.8%	-795.5%
RoCE (%)	-	-
Total Outside Liabilities/Tangible Net Worth (times)	-	-
Total Debt/OPBDIT (times)	-	-
Interest Coverage (times)	-	-
DSCR	-	-

Source: Quarter Report

Rating history for past three years

S. No	Name of Instrument	Current Rating (FY2021)				Chronology of Rating History for the Past 3 years						
		Type	Rated amount	Amount outstanding	Month-year & Rating	Month- year and Rating in						
						FY2020		FY2019	FY2018			
			(Rs. crore)		13-Aug-2020	30-Jul-2019	17-Jun-2019	28-June-2018	05-Jan-2018	30-May-2017	05-May-2017	07-Apr-2017
1	Non-convertible Debenture (NCD) Programme	Long Term	5000	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]BB	[ICRA]BBB
2	LT FB Limits (Term Loans)	Long Term	8658	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]BB	[ICRA]BBB
3	LT NFB Limits	Long Term	6582	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]BB	[ICRA]BBB
4	LT Unallocated Limits	Long Term	12,876	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]BB	[ICRA]BBB
5	ST FB Limits	Short Term	3365	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]A4	[ICRA]A3+
6	ST Unallocated Limits	Short Term	3949	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]A4	[ICRA]A3+
7	Commercial Paper	Short Term	2000	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]D	[ICRA]A4	[ICRA]A3+

All figures in Rs. crore

Corrigendum

Document dated August 13, 2020 has been corrected with revisions as detailed below:

- Page 5 – Relationship contact has been changed from Jayanta Chatterjee to L Shivakumar, along with the contact details

Analyst Contacts

Sabyasachi Majumdar
+91 124 4545 304
sabyasachi@icraindia.com

Anupama Arora
+91 124 4545 303
anupama@icraindia.com

Ankit Jain
+91 124 4545 865
ankit.jain@icraindia.com

Relationship Contact

L Shivakumar
+91 22 61143406
shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

Corporate Office
Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002
Tel: +91 124 4545300
Email: info@icraindia.com
Website: www.icra.in

Registered Office
1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001
Tel: +91 11 23357940-50

Branches

Mumbai	+ (91 22) 24331046/53/62/74/86/87
Chennai	+ (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,
Kolkata	+ (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,
Bangalore	+ (91 80) 2559 7401/4049
Ahmedabad	+ (91 79) 2658 4924/5049/2008
Hyderabad	+ (91 40) 2373 5061/7251
Pune	+ (91 20) 2556 0194/ 6606 9999