



Adani Portfolio Credit Outlook

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Adani Portfolio Overview

Adani Portfolio: Executive Summary

APSEZ

- Underlying rating above sovereign (**BBB**)
- Liquidity position covers all near term liabilities (3 years)

ATL

- Some SPV at domestic currency rating of AAA
- Overall FITCH provides underlying rating of BBB to a restricted Group
- **Average tenor of operating debt at over 10 years**

AEML (ATL
Sub)

- Significant headroom in covenants (unlikely to be ever used)
- Liquidity position covers all near term liabilities
- Average tenor close to 9 years

Domestic rated entity's

AEL

- Solid stable domestic currency rating of A+
- Liquidity position covers all near term liabilities

APL

- Solid and improving rating profile, currently A
- Liquidity position covers all near term liabilities (in fact has rapidly de leveraged)

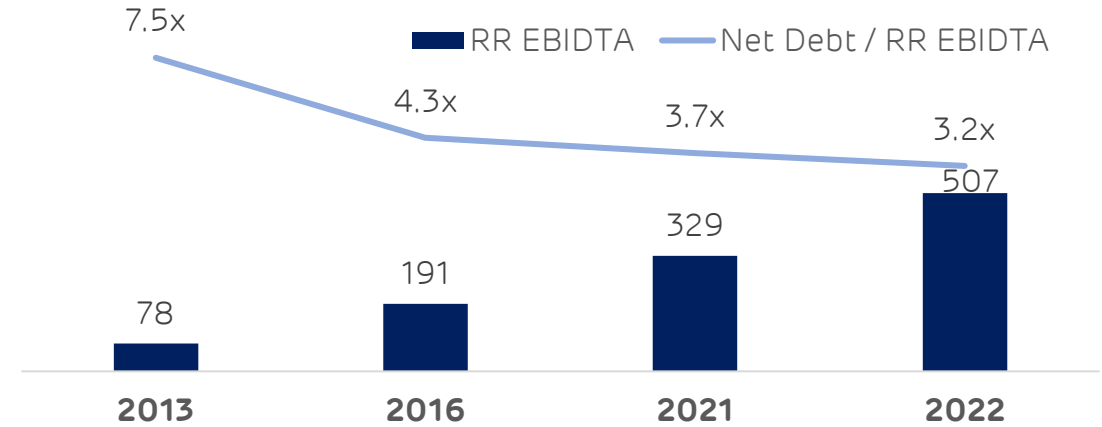
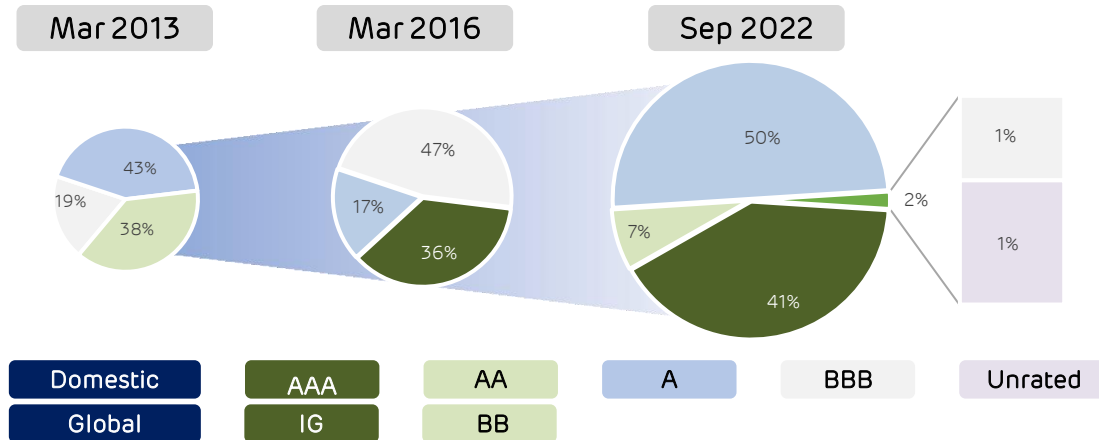
ATGL

- Undertaking global rating process expected to be IG (BBB-)

Adani Portfolio: Executive Summary Debt Synopsis

	Mar 2013	Mar 2016	Mar 2022
Rating	Highest Asset Rating was AA-	Highest Asset Rating was AA+	Overall Group Rating - AA-
RR EBIDTA	INR 78 bn	INR 191 bn	INR 507 bn
Net Debt	INR 588 bn	INR 826 bn	INR 1,615 bn
Debt (% age) <5 Years	100%	86%	26%

Quality of EBIDTA Mix – Best in class in India



Growth with Discipline

23% CAGR growth in RR EBIDTA over past 9 Years

12% CAGR net debt drawl during the same period

3.2x Net Debt / EBIDTA – Reduced from 7.6x

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Portfolio Credit Outlook

APSEZ: Stable credit outlook underlying rating one notch above sovereign

APSEZ			
Agency	Ratio	Min Required	Currently at
Moody's	FFO / Net Debt	>14.0%	28.78%
S&P	FFO / Net Debt	>15.0%	28.78%
	Ratio	Max Permitted	Currently at
Fitch	Gross Debt / EBITDA	<6.0x	3.76x

- APSEZ has over the years transformed from a pure Port Company to a Transport Utility
- Over the rated period APSEZ has achieved 85% GDP coverage with near parity with east coast & west coast parity
- The company is rated by IndRa at AA+ / stable (domestic currency (INR))

- The underlying credit profile for APSEZ is rated Baa2 & BBB by Moody's and Fitch respectively
- The rating outcome is capped at (Sovereign rating of India) Baa3 and BBB- by Moody's and Fitch respectively
- One of the JV company AICTPL is rated globally by all three agencies at Investment Grade (BBB- / Baa3)

Credit metrics of APSEZ provide sufficient headroom against the rated threshold for leverage covenants

ATL: Stable credit outlook at sovereign level

ATL – Transmission Business

Agency	Ratio	Min Required	Currently at
Moody's	FFO/ Net Debt	>7.0%	9.50%
	Ratio	Max Permitted	Currently at
Fitch	Net Debt / EBITDA	<5.5x	4.76x

AEML

Agency	Ratio	Min Required	Currently at
Moody's	FFO/ Net Debt	>9.0%	17.26%
S&P	OCF/ Net Debt	>9.0%	11.80%
	Ratio	Max Permitted	Currently at
Fitch	Net Debt / EBITDA	<5.0x	3.58x

- One of the restricted group under ATL which is financed through USPP rated globally at investment grade by Moody's and Fitch (Baa3 and BBB- respectively)
- Fitch has provided underlying rating as **BBB** for the said restricted group.

- The company is rated by IndRa at AA+ / stable domestic currency (INR) .
- Two of the subsidiaries of ATL have been rated 'AAA' by the IndRA (domestic currency (INR))

Credit metrics of ATL provide sufficient headroom against threshold for leverage covenants

AGEL: Stable Credit Outlook

AGEL			
Agency	Ratio	Min Required	Currently at
Moody's	CFO / Gross Debt	2%	3.4%

AGEL – RG 1			
Agency	Ratio	Min Required	Currently at
Moody's	FFO / Gross Debt	>5.0%	9.69%
S&P	DSCR	>1.1 x	1.83 x
Fitch	DSCR	>1.3 x	1.83 x

AGEL – RG 2			
Agency	Ratio	Min Required	Currently at
Moody's	DSCR	>1.3 x	2.42 x
S&P	DSCR	>1.2 x	2.42 x
Fitch	DSCR	>1.3 x	2.42 x

- AGEL has renewable power operating capacity of 6.7 GW and partial commissioned capacity of ~1 GW
- Energy Network Operating Centre now fully covers the portfolio.
- AGEL on corporate basis is also rated domestic currency (INR) by IndRa at A+ / stable
- AGEL RG1 is also rated AA / stable domestic currency (INR) by CRISIL and IndRa

Credit metrics of AGEL provide sufficient headroom against threshold for leverage covenants

Adani Domestically Rated Portfolio: Stable Credit Outlook

ATGL			
Agency	Ratio	Max Permitted	Currently at
ICRA	Gross Debt / EBITDA	<3.0x	1.22x

APL			
Agency	Ratio	Max Permitted	Currently at
IndRa/ CRISIL	Net Debt / EBITDA	<4.0x	2.76x

AEL			
Agency	Ratio	Max Permitted	Currently at
Care Edge	Net Debt / EBITDA	<6.0x	5.70x

- Company is in process of obtaining global ratings privately
- Target to attain global IG (BBB-/ Baa3) rating

- APL has been rate A/ stable on a merged entity level (domestic currency (INR))
- Currently there are no plans to take entity to global capital market

- AEL acts as incubator for the portfolio since the beginning is rated A+ by Care Edge (domestic currency (INR))
- One of the step down subsidiary MIAL (part of AAHL) is rated BB+ internationally by Fitch and AA- / stable rated domestically by CRISIL and Care Edge
- AAHL (Airport platform) is rated A+ / stable by CRISIL and IndRa (domestic currency (INR))

Credit metrics of ATGL, APL & AEL provide sufficient headroom against threshold for leverage covenants

Limited | APL – Adani Power Limited | AAHL – Adani Airport Holdings Limited | MIAL – Mumbai International Airport Limited | EBITDA – Earning Before Interest Depreciation & Tax | Min – Minimum | Max - Maximum | Net Debt = Gross Debt – Cash & Cash Equivalents

adani

Thank You

