

March 13, 2024

## Jet Airways (India) Limited: Continues to remain under issuer Non-Cooperating category

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Term Loan	4970.00	4970.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term-Fund Based-Cash Credit	645.00	645.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term-Non Fund Based-Others	700.00	700.00	[ICRA]D ISSUER NOT COOPERATING; Rating continues to remain under 'Issuer Not Cooperating' category
Short Term-Non Fund Based-Others	3950.00	3950.00	[ICRA]D ISSUER NOT COOPERATING; Rating continues to remain under 'Issuer Not Cooperating' category
Non-Convertible Debenture	698.90	698.90	[ICRA]D ISSUER NOT COOPERATING; Rating continues to remain under 'Issuer Not Cooperating' category
<b>Total</b>	<b>10963.90</b>	<b>10963.90</b>	

\*Issuer did not cooperate; based on best available information.

<sup>^</sup>Instrument details are provided in Annexure-I

### Rationale

ICRA has kept the Long-Term and Short-Term ratings and rating for the Non-Convertible Debenture Programme of Jet Airways (India) Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]D ISSUER NOT COOPERATING/[ICRA]D ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with Jet Airways (India) Limited, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#) ICRA is unable to provide the latest information because of non-cooperation by the entity.

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy on Default Recognition</a>
Parent/Group Support	NA
Consolidation/Standalone	Standalone

## About the company

Incorporated in 1992 as a private limited company, Jet Airways (India) Limited commenced operations as an Air Taxi Operator in May 1993, with a fleet of four leased Boeing 737 aircraft. The company was granted scheduled airline status in January 1995. Jet Airways was founded by Mr. Naresh Goyal. Post infusion of Rs. 2,057.6 crore by Etihad Airways in November 2013, Mr. Nreash Goyal held 51% stake in the company, with 24% held by Etihad Airways. Due to the liquidity constraints faced by the company, its aircraft had to be grounded starting December 2019 due to non-payment of lease rentals to the lessors.

Subsequently, the company announced temporary shutdown of its operations from April 18, 2019. Pursuant to an Order dated 20 June, 2019 of the National Company Law Tribunal, Mumbai Bench, Corporate Insolvency Resolution Process (“CIRP”) has been initiated for Jet Airways (India) Limited (“Company” or “Corporate Debtor”) as per the provisions of the Insolvency and Bankruptcy Code, 2016. Mr. Ashish Chhawchhariawas appointed as the Interim Resolution Professional (“IRP”) for the Company, via order dated 20 June 2019. Upon initiation of CIRP, the powers of the Board of Directors of the Company have been suspended and shall be exercised by the Interim Resolution Professional. The final resolution plan put to vote in the 17th CoC meeting held on 03rd October 2020 and submitted by the Jalan Fritsch Consortium was approved by CoC. The application for Plan approval was filed with Hon’ble National Company Law Tribunal (NCLT) dated 05th November 2020 and subsequently has been approved/allowed by the Hon’ble NCLT. Hence, the CIRP of the Company was concluded and Mr. Ashish Chhawchharia has ceased to be the resolution professional of the Company, effective on and from June 25, 2021. Further, as per the terms of the approved Resolution Plan, a Monitoring Committee was constituted to supervise the daily operations and the management of the Company shall be carried out by the Monitoring Committee until the closing date as defined in the Resolution Plan.

## Key financial indicators

	FY2022 (in crore)	FY2023 (in crore)
<b>Operating income</b>	144.42	55.27
<b>PAT</b>	-527.56	-1002.06
<b>OPBDIT/OI</b>	-240.0%	-1523.5%
<b>PAT/OI</b>	-365.3%	-1813.0%
<b>Total outside liabilities/Tangible net worth (times)</b>	-	-
<b>Total debt/OPBDIT (times)</b>	-	-
<b>Interest coverage (times)</b>	-	-

Source-MCA

**PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation**

**Status of non-cooperation with previous CRA: NA**

**Any other information: None**

## Rating history for past three years

Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the past 3 years			
		Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in	Date & Rating in	Date & Rating in
				13-Mar-2024	20-Mar-2023	23-Mar-2022	29-Mar-2021
1 Term Loan	Long Term	4970.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING
2 Cash Credit	Long Term	645.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING
3 Non Fund Based-Others	Long Term	700.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING
4 Non Fund Based	Short Term	3950.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING
5 Non-Convertible Debenture	Long Term	698.90	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Term Loan	Simple
Cash Credit	Simple
Long Term-Non Fund Based-Others	Very Simple
Short Term- Non Fund Based-Others	Very Simple
Non-Convertible Debenture	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

**Annexure-I: 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	-	-	-	4970.00	[ICRA]D ISSUER NOT COOPERATING
NA	Cash Credit	-	-	-	645.00	[ICRA]D ISSUER NOT COOPERATING
NA	Long Term-Non Fund Based- Others	-	-	-	700.00	[ICRA]D ISSUER NOT COOPERATING
NA	Short Term- Non Fund Based- Others	-	-	-	3950.00	[ICRA]D ISSUER NOT COOPERATING
INE802G08013	Non-Convertible Debenture	30-Sep-2015	20.64%	28-Sep-2020	698.90	[ICRA]D ISSUER NOT COOPERATING

Source: Jet Airways (India) Limited

**Annexure-II: List of entities considered for consolidated analysis: Not Applicable**

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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.

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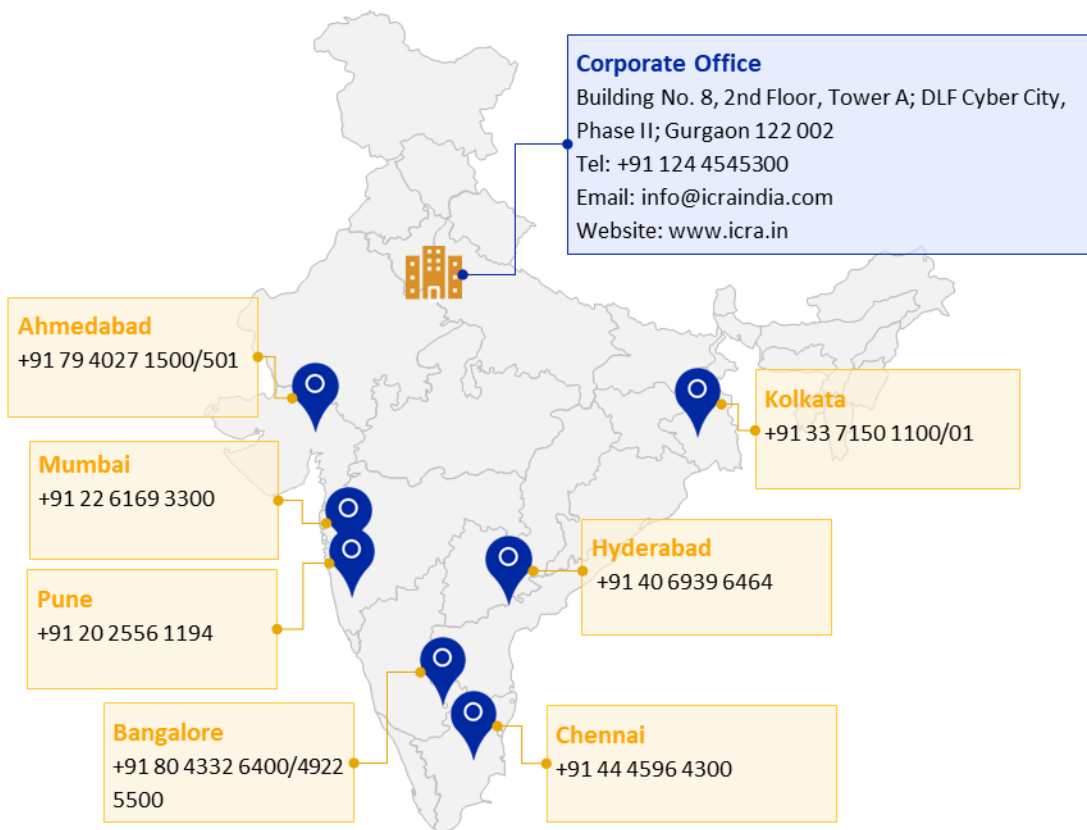
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### Branches



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