

HCC/GFIN/1385  
Date: May 05, 2016

**HCC**

To  
Bombay Stock Exchange Ltd.  
Department of Corporate Services,  
1<sup>st</sup> floor, Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400 001

**Sub: Half-yearly communication with respect to Secured Redeemable Non – Convertible Debentures aggregating to ₹ 120.00 crore from Axis Bank (Trustee – Axis Trustee Services Ltd.)**

As required under clause 52.4 of the listing obligation & disclosure requirement for Debt Securities, we furnish below the details of the aforesaid NCD's of the company for the half-year ended as on 31<sup>st</sup> March 2016. The details are as under:

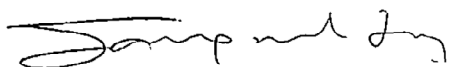
1	NCD aggregating amount	:	₹ 120.00 Crores
2	Outstanding Amount #	:	₹ 100.80 Crores
3	Credit Rating & Research Ltd. is enclosed	:	"CARE D" (Copy of Letter from credit analysis enclosed)
4	Asset Cover available	:	1.63 times (Auditor's Certificate enclosed)
5	Debt – Equity Ratio	:	2.63 (Auditor's Certificate enclosed)
6	Previous due dates for payment of Interest / Principal & whether same has been paid or not:	:	Interest payment of ₹ 1,00,94,662/- for Feb 2016 is paid.
7	Next due date for payment of interest / Principal.	:	Interest payment of ₹ 93,87,183/- is payable for March 2016
8	Debt Service Coverage Ratio	:	0.20 times
9	Interest Service Coverage Ratio	:	1.29 times
10	Outstanding redeemable Preference Shares (Qty & Value)	:	Nil
11	Net Worth	:	₹ 1,862.83 Crs
12	Earnings Per Share	:	1.10
13	Debenture Redemption Reserve #	:	₹ 54.99 Crs
14	Net profit after tax #	:	₹ 84.97 Crs

# as per reporting date.

Further, as required under clause 2 (d) of the listing agreement for debt securities, we are also enclosing herewith a half yearly certificate regarding maintenance of 100% security cover in respect of list secured debt securities from a practicing chartered accountant.

Kindly acknowledge & take note of the same.

For Hindustan Construction Co. Ltd.



**Sangameshwar Iyer**  
**Company Secretary**  
Encl: As above

Hindustan Construction Co Ltd  
Hincon House, 11th Floor, 247Park,  
Lal Bahadur Shastri Marg,  
Vikhroli (West), Mumbai 400 083, India  
Tel : + 91 22 2575 1000 Fax : + 91 22 2577 7568  
CIN : L45200MH1926PLC001228



ATSL/CO/16-17/543

May 05, 2016

**The Company Secretary**

**Hindustan Construction Company Limited**

Hincon House, Lal Bahadur Shastri Marg,

Vikhroli (West), Mumbai 400083

**Kind Attn: Mr. Sangameshwar Iyer**

Dear Sir,

**Re.: Non-Convertible Debentures aggregating Rs. 120 Crores issued by Hindustan Construction Company Limited - Letter of Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015)**

This has reference to the privately placed secured redeemable non-convertible debentures aggregating Rs. 120 crores issued by Hindustan Construction Company Limited ("Company") and listed on the Bombay Stock Exchange ("Listed Debt Securities").

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Company is required to submit its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (Axis Trustee Services Limited) that the Debenture Trustee has noted the contents furnished by the Company as per Regulation 52(4).

In pursuance thereof we hereby confirm that we have received various information vide your letter reference no. HCC/GFIN/1385 dated May 05, 2016 (enclosed herewith) and we have noted the contents in respect of the Listed Debt Securities issued by the Company.

Yours sincerely,

For **Axis Trustee Services Limited**

A handwritten signature in dark ink, appearing to read 'Patahi', written over a horizontal line.

**Mithil Patahi**  
Manager

Encl: As Above

**AXIS TRUSTEE SERVICES LTD.**

*(A wholly owned subsidiary of Axis Bank)*

Corporate Identity Number (CIN): U74999MH2008PLC182264

CORPORATE & REGISTERED OFFICE : Axis House, 2nd Floor, Wadia International Centre, Pandurang Budhkar Marg, Worli, Mumbai - 400 025.

TEL : 022-2425 5215 / 2425 5216 FAX : 022-4325 3000 Website: [www.axistrustee.com](http://www.axistrustee.com)



*S. Ramanand Aiyar & Co.*

CHARTERED ACCOUNTANTS

501 / 502, 5th FLOOR, UMERJI HOUSE, NEXT TO CRESCENT PLAZA, OPP IMPERIAL HOTEL,  
TELLI GULLY, ABOVE BANK OF BARODA, ANDHERI (EAST), MUMBAI - 400 069.

Tel. : 91-22-2682 0605 / 2682 0608 / 4077 0800 Fax : 91-22-2682 0274

Website : www.sracco.in

Email : mumbai@sraco.in

**TO WHOMSOEVER IT MAY CONCERN**

**Re : Hindustan Construction Company Limited**

**Security for Non-Convertible Debentures of Rs. 100.80 Crores**

Based on books of accounts and other records of M/s. Hindustan construction Company Limited ('the Company'), having its registered office at Hincon House, 11<sup>th</sup> floor, 247 park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083, we report as under:-

1. As per the valuation report dated 5<sup>th</sup> August, 2013 (copy enclosed herewith), as furnished to us by the Company, the value of land mortgaged by M/s. Lavasa Corporation Limited to Axis Bank Limited (present trustee Axis Trustee (Trustee)), as a security for the Secured Redeemable Non-Convertible Debentures of Rs. 100.80 Crores issued by the Company amounts to Rs. 164.28 Crores. The Fixed Assets Coverage Ratio (FARC) as on 31<sup>st</sup> March 2016 with respect to the said debentures works out to 1.63.

2. The Debt-Equity Ratio of the company as on 31<sup>st</sup> March 2016 is 2.63.

The Company has maintained 100% security cover for the above mentioned listed secured debt.

Place : Mumbai  
Date : 28.04.2016

For S Ramanand Aiyar & Co  
Chartered Accountants  
Firm Regn. No 000999

Binod C. Maharana  
Partner  
M.N. 056373



# HCC

PART - I

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2016

(₹ Crores)

Sl No.	Particulars	Quarter ended 31 March (Unaudited)	Quarter ended 31 December (Unaudited)	Quarter ended 31 March (Unaudited)	Year ended 31 March (Audited)	
		2016	2015	2015	2016	2015
		(1)	(2)	(3)	(4)	(5)
1	Income from Operations					
	Net sales / income from operations	1,196.00	1,058.04	1,175.12	4,190.90	4,301.14
	Total Income from operations	1,196.00	1,058.04	1,175.12	4,190.90	4,301.14
	Less: Company's share of Turnover in Integrated Joint Ventures	6.97	21.48	57.41	124.82	174.44
	Income from operations excluding Integrated Joint Ventures	1,189.03	1,036.56	1,117.71	4,066.08	4,126.70
2	Company's Share of Profit / (Loss) in Integrated JV's (Net)	(17.15)	0.16	2.75	(13.64)	6.10
3	Total (1+2)	1,171.88	1,036.72	1,120.46	4,052.42	4,134.80
4	Expenses					
	(a) Cost of materials consumed	263.34	279.10	267.66	951.72	941.96
	(b) Subcontracting expenses	430.36	325.83	395.65	1,315.37	1,455.00
	(c) Construction expenses	120.51	130.50	121.71	489.70	463.33
	(d) Employee benefits expenses	59.41	92.18	91.64	370.35	361.11
	(e) Depreciation and amortisation expenses	31.67	33.36	38.72	135.85	150.30
	(f) Other expenses	39.85	24.51	29.21	126.54	111.97
	(g) Total expenses (4(a)+b+c+d+e+f)	955.16	835.59	964.21	3,389.53	3,503.67
5	Profit / (Loss) from operations before other income, exchange gain/(loss), finance costs & exceptional items (3-4)	186.72	200.13	156.25	662.89	631.13
6	Other Income	47.88	44.28	40.21	187.76	134.87
7	Exchange Gain/(Loss) (Net)	(1.75)	2.02	7.21	(1.33)	12.45
8	Profit / (Loss) from ordinary activities before finance costs & exceptional items (5+6+7)	232.85	246.41	203.67	849.43	778.45
9	Finance costs	178.60	170.20	167.67	689.68	651.13
10	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (8-9)	56.25	76.21	36.00	159.55	127.32
11	Exceptional items (Refer note 6)	(26.21)	(45.50)	-	(26.48)	-
12	Profit / (Loss) from ordinary activities before tax (10+11)	30.04	30.71	36.00	133.07	127.32
13	Tax expense	10.90	11.33	15.35	48.10	45.67
14	Net Profit / (Loss) from ordinary activities after tax (12-13)	19.14	19.38	20.65	84.97	81.65
15	Extraordinary items	-	-	-	-	-
16	Net Profit / (Loss) for the period (14+15)	19.14	19.38	20.65	84.97	81.65
17	Paid up equity share capital (Face value of ₹ 1 each)	77.82	77.92	64.59	77.82	64.59
18	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	1,784.91	1,322.86
19	(a) Basic EPS (not annualised) - before and after Extraordinary items (in ₹)	0.25	0.25	0.32	1.10	1.27
	(b) Diluted EPS (not annualised) - before and after Extraordinary items (in ₹)	0.25	0.25	0.32	1.10	1.27

See accompanying notes to the financial results

Hindustan Construction Co Ltd  
Hicon House, 11th Floor, 247 Park,  
Lal Bahadur Shastri Marg,  
Vikhakh (West), Mumbai 400 083, India  
Tel : + 91 22 2575 1000 Fax : + 91 22 2577 7568  
CIN : L45200MH1926PLC001228



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# HCC

## STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Part - II

₹ Crore

Particulars		As at 31 March 2016	As at 31 March 2015
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' funds:</b>		
	(a) Share capital	77.92	64.59
	(b) Reserves and surplus	1,784.91	1,322.86
	<b>Sub-total - Shareholders' funds</b>	<b>1,862.83</b>	<b>1,387.45</b>
2	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	2,482.26	2,627.63
	(b) Deferred tax liabilities (net)	116.17	68.07
	(c) Long-term provisions	37.97	38.62
	<b>Sub-total - Non-current liabilities</b>	<b>2,636.40</b>	<b>2,734.32</b>
3	<b>Current liabilities</b>		
	(a) Short-term borrowings	2,048.15	1,954.69
	(b) Trade payables	1,408.73	1,538.60
	(c) Other current liabilities	1,877.57	1,876.29
	(d) Short-term provisions	116.29	134.91
	<b>Sub-total - Current liabilities</b>	<b>5,450.74</b>	<b>5,504.49</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>9,949.97</b>	<b>9,626.26</b>
<b>B</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Fixed assets	670.76	790.99
	(b) Non-current investments	514.72	597.29
	(c) Long-term loans & advances	1,869.29	1,343.00
	(d) Long-term trade receivables	2,161.35	1,494.16
	(e) Other non-current assets	179.18	324.65
	<b>Sub-total - Non-current assets</b>	<b>5,395.30</b>	<b>4,550.09</b>
2	<b>Current assets</b>		
	(a) Investments	77.72	95.60
	(b) Inventories	3,620.49	3,567.76
	(c) Trade receivables	507.36	922.74
	(d) Cash and Bank Balances	90.83	96.42
	(e) Short-term loans & advances	127.18	137.44
	(f) Other current assets	131.09	256.21
	<b>Sub-total - Current assets</b>	<b>4,554.67</b>	<b>5,076.17</b>
	<b>TOTAL - ASSETS</b>	<b>9,949.97</b>	<b>9,626.26</b>



*[Handwritten Signature]*



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# HCC

## Notes

1. a) The Company is engaged in Engineering & Construction activities which are substantially seasonal in character. Therefore, the financial results for the quarter ended 31 March 2016 are not necessarily indicative of annual results.  
b) The Company's margins in the quarterly results vary based on the accrual of cost and recognition of income in different quarters due to nature of its business, receipt of awards/claims or events which lead to revision in Cost To Completion. Due to this reason, quarterly results may vary in different quarters and may not be indicative of annual results.
2. The figures for the quarter ended 31 March, 2016 are the balancing figures between the audited financial results for the year ended 31 March, 2016 and the published financial results for the nine months ended 31 December, 2015.
3. The Company has a single primary segment namely "Engineering and Construction". Therefore, the Company's business does not fall under different business segments as defined by AS-17- "Segment Reporting".
4. The total balance value of work on hand as on 31 March 2016 is ₹ 18,123 crore (31 March 2015: ₹ 14,451 crore).
5. Pursuant to the approval of the Qualified Institutional Placement Committee constituted by the Board of Directors on 10 April 2015, the Company issued 133,337,800 equity shares of ₹ 1 each, at an issue price of ₹ 30 per equity share (of which ₹ 29 per share is towards securities premium) aggregating ₹ 399.99 crore to Qualified Institutional Buyers in accordance with Chapter VIII of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 as amended and Section 42 of the Companies Act, 2013 and the rules made thereunder.
6. The exceptional item for the quarter ended 31 March 2016 represent write off of trade receivables amounting to ₹ 26.21 crore. Figures for the quarter ended 31 December 2015 represent provision for foreseeable loss aggregating ₹ 45.50 crore. Figures for the year ended 31 March 2016 represent profit on sale of long term investment amounting to ₹ 72.16 crore and write off of trade receivables & work-in-progress aggregating ₹ 88.64 crore.
7. Uncompleted Contracts and Value of Work Done (Inventory) and Long Term Trade Receivables includes ₹ 978 crore & ₹ 206 crore, respectively, outstanding as at 31 March 2016 representing various claims raised and recognised earlier, based on the terms and conditions implicit in the contracts and other receivables in respect of closed/suspended projects. These claims are mainly in respect of cost over-run arising due to client caused delays, suspension of projects, deviation in design and change in scope of work; for which the Company is at various stages of negotiation/discussion with the clients or under arbitration. These receivables also includes ₹ 89 crore as at 31 March 2016 (31 March 2015: ₹ 148 crore) of arbitration awards received in favour of the Company, which have been subsequently set aside by High Courts against which the Company has preferred appeals at High Courts/Supreme Court and has been legally advised that it has good case on merits. Considering the contractual tenability, progress of negotiation/discussion with the client, the management is confident of recovery of the same.
8. (a) The Company, as at 31 March 2015, has (i) an investment amounting to ₹ 474.36 crore (31 March 2015: ₹ 474.36 crore), long term loans and advances ₹ 443.96 crore (31 March 2015: ₹ 404.06 crore), other non-current assets ₹ 19.43 crore (31 March 2015: ₹ 25.01 crore) and other current assets ₹ 5.07 crore (31 March 2015: ₹ 3.43 crore) in HCC Real Estate Limited (HREL) which is holding 68.70% share in Lavasa Corporation Limited (LCL) and (ii) an investment amounting to ₹ 0.01 crore (31 March 2015: ₹ 0.01 crore), long term loans and advances ₹ 110.21 crore (31 March 2015: ₹ 110.21 crore), other non-current assets ₹ 13.08 crore (31 March 2015: ₹ 14.30 crore) and other current assets ₹ 8.28 crore (31 March 2015: ₹ 77.24 crore) in LCL. While such entities have incurred losses during its initial years and consolidated net-worth of all these entities as at 31 March 2016 has been substantially fully eroded, the underlying projects in such entities are in the early stages of development and are expected to achieve adequate profitability on substantial completion and/or have current market values of certain properties which are in excess of the carrying values, hence net-worth of these subsidiaries does not represent its true market value. Therefore, the decline in the value of above-investments is considered to be temporary in nature and the loans and advances, non-current assets and other current assets together with the interest thereon are good and recoverable.  
Statutory auditors have included a qualification in their audit report in respect of this matter.
- (b) The Company, as at 31 March 2016, has an investment amounting to ₹ 0.25 crore (31 March 2015: ₹ 0.25 crore), long term loans and advances ₹ 984.82 crore (31 March 2015: ₹ 634.81 crore), other non-current assets ₹ 127.46 crore (31 March 2015: ₹ 263.80 crore) and other current assets ₹ 18.31 crore (31 March 2015: ₹ 35.84 crore) in HCC Infrastructure Company Limited (HIL) which is holding 85.45% in HCC Concession Limited having various Build, Operate and Transfer (BOT) SPVs under its fold. While this entity has incurred losses during its initial years and consolidated net-worth as at 31 March 2016 has been fully eroded, the underlying projects are in the early stages of development and are expected to achieve adequate profitability on substantial completion, hence net-worth of this subsidiary does not represent its true market value. Therefore, the decline in the value of above investment is considered to be temporary in nature and the loans and advances, non-current assets and other current assets together with the interest thereon are good and recoverable.
9. In respect of year ended 31 March 2014, the Company's request for managerial remuneration in excess of the limit prescribed and held in trust, to the Ministry of Corporate Affairs (the Ministry), to reconsider their approval of ₹ 1.82 crore against the entire remuneration paid of ₹ 10.66 crore is pending with the Ministry. In respect of years ended 31 March 2015 and 31 March 2016, the Company's application for approval of remuneration paid/payable for each year ₹ 10.66 crore to the Chairman and Managing Director in excess of the limit prescribed, held in trust to the extent paid, to the Ministry of Corporate Affairs, is pending with the Ministry.
10. Previous period/year figures have been regrouped/recast wherever necessary.
11. The above results have been reviewed by the Statutory Auditors as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
12. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 28 April 2016.

for Hindustan Construction Company Limited

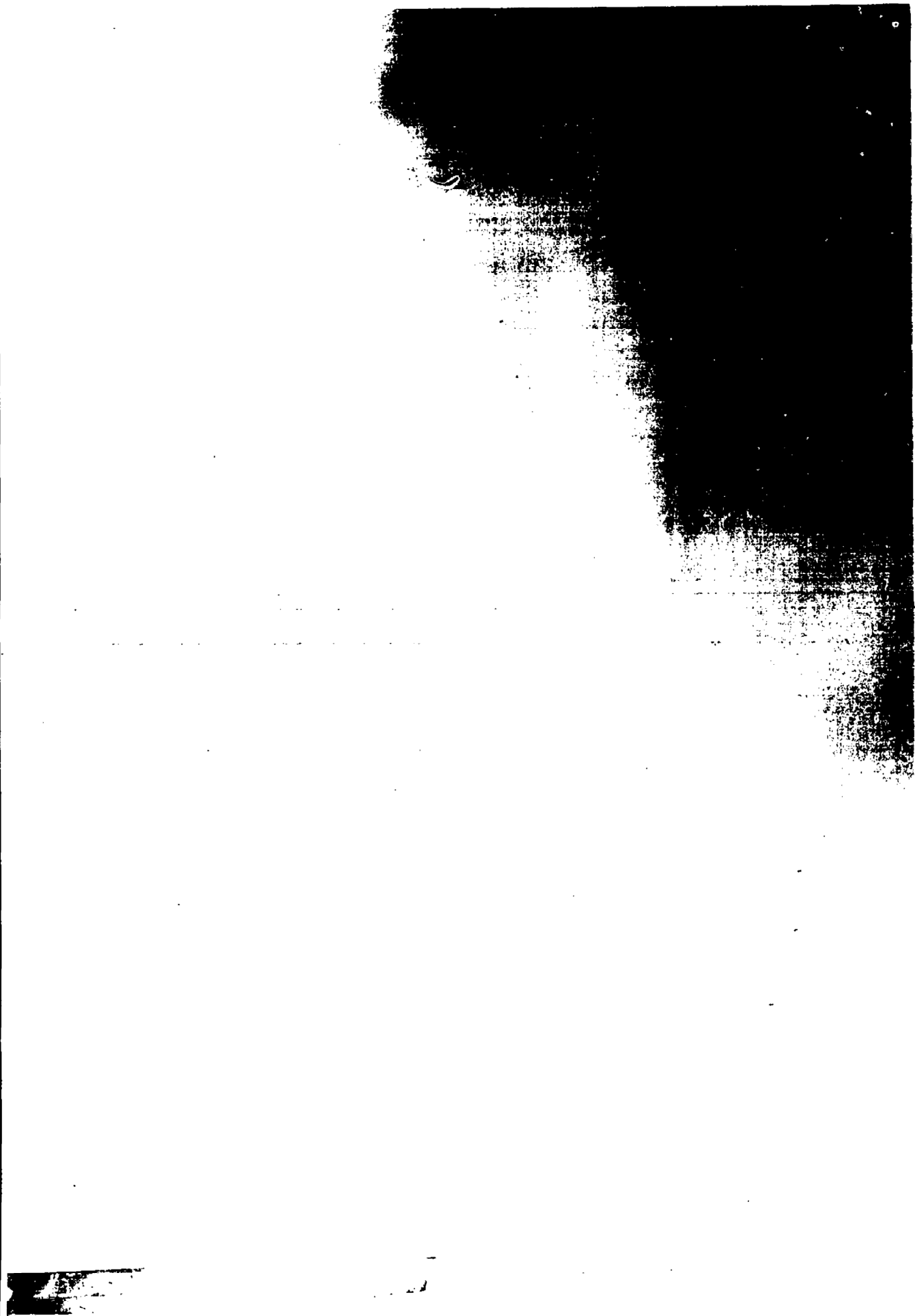
*[Signature]*

Ajit Gundand  
Chairman & Managing Director

Mumbai, Dated : 28 April 2016



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## Annexure

### Rating Rationale-cum-Brief Rationale

**CARE reaffirms the ratings assigned to the Bank Facilities and Instruments of**

**Hindustan Construction Company Limited**

#### Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings <sup>1</sup>	Remarks
Long-term Bank Facilities (Term loans)	2,594.86	CARE D [Single D]	Reaffirmed
Long-term Bank Facilities (Fund-based limits)	1,500.00	CARE D [Single D]	Reaffirmed
Long/Short-term Bank Facilities (Non-fund-based Limits)	5,300.00	CARE C/CARE A4 [Single C/A Four]	Reaffirmed
<b>Total Facilities</b>	<b>9,394.86</b> (Rupees Nine Thousand Three Hundred Ninety Four crore and Eighty Six lakh only)		
Non-Convertible Debenture - I	89.00 (Rupees Eighty Nine crore only)	CARE D [Single D]	Reaffirmed
Non-Convertible Debenture - II	106.80 (Rupees One Hundred Six crore and Eighty lakh only)	CARE D [Single D]	Reaffirmed

#### Rating Rationale

*The reaffirmation of the ratings assigned to the bank facilities and instruments of Hindustan Construction Company Limited (HCC) continues to take into account continuing delays in servicing of debt obligations. The liquidity position of the company is constrained owing to stretched recoveries from customers, pending receipt of claim amounts from customers, high finance cost and limited profits earned by the company thereby leading to stress on the debt service indicators and weak capital structure. However, the ratings continue to factor strong order book position indicating medium term revenue visibility, inflow of funds from the qualified institutional placement in April 2015 which supported the working capital position and debt servicing, and marginal improvement in scalability of operations leading to operational efficiency in the company as reflected in profits earned during FY15 (refers to the period April 1 to March 31).*

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications

*HCC's ability to improve profitability margins, efficiently manage working capital cycle amidst delays in recoveries from customers, receipt of claim amounts awarded and timely servicing of debt obligations are the key rating sensitivities.*

#### Background

HCC was promoted by the late Mr Walchand Hirachand in 1926 and is presently spearheaded by Mr Ajit Gulabchand, Chairman and Managing Director. As on December 31, 2015, the promoter group holds 36.07% equity stake in the company; being reduced from 43.51% as on March 31, 2015, after qualified institutional placement of Rs.400 crore in April 2015.

HCC is one of the prominent construction companies in India, engaged in construction activities which include roads, bridges, ports, power stations, water supply and irrigation projects. The company's construction capabilities include solutions for construction of projects in various complex industries including hydel power, water solution systems, nuclear power and process plants and transportation.

HCC group of companies comprises mainly of HCC Infrastructure Company Limited (HICL), HCC Real Estate Limited (HREL), Lavasa Corporation Limited (LCL; rated 'CARE D' for bank facilities and instruments), Steiner AG, Zurich (SAG), and Highbar Technologies Limited (HTL; rated 'CARE B+' for bank facilities). HICL is engaged in the construction and management of assets in the areas of transportation. HREL develops and executes high-value real estate projects including integrated urban development and management, information technology (IT) parks and commercial offices, township development and urban renewal projects. LCL is India's first planned hill city which includes integrated development of five self-sustaining towns. SAG specializes in turnkey development of new buildings and refurbishments and offers services in all facets of real estate development and construction. HTL provides IT solutions to the infrastructure industry.

#### Credit Risk Assessment

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***Elongated working capital cycle and deteriorated capital structure***

The working capital cycle of the company continues to be elongated during FY15 owing to stretched recoveries from customers, pending receipt of claim amounts and high amount of inventory held due to delays in commencement of projects. Hence, the liquidity position of the company is constrained and there are delays in servicing of debt obligations. The stretched working capital cycle is reflected in further elongation of receivables days to 179 days in FY15 as against 135 days in FY14 and inventory days continues to be high at 386 days in FY15. Consequently, payments to creditors were stretched in FY15 at 156 days in FY15 along with working capital bank limits being fully utilised with instances of overdrawals due to month end interest.

Owing to the above, the overall gearing of the company remained high at 4.00 times as on March 31, 2015. In view of the above, in April 2015, the company raised around Rs.400 crore through qualified institutional placement. The amount raised was utilised for meeting working capital requirements and servicing of debt obligations in the company.

***Long track record and efficient project execution capabilities demonstrated in the past***

HCC has a long track record in the construction industry spanning over eight decades. HCC has contributed immensely to the country's infrastructure by executing large number of projects in the hydro power and nuclear power generation, roads and expressways and complex tunnelling in addition to the hundreds of bridges, dams and barrages. Few of the landmark projects executed by the company include the Bandra-Worli Sea link project in Mumbai, Delhi-Faridabad Elevated Expressway, parts of the Mumbai-Pune Expressway and the Kolkata Metro Railway project among others.

***Improved scale of operations and operating profitability margins albeit high interest costs***

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The operational efficiency of the company is improving on account of increase in income from operations backed by faster order execution, which was earlier slow due to non-availability of adequate finance and environment related policy logjams. Also, owing to improved scale of operations, reduction of other expenses and improvement in absorption of fixed expenses along with receipt of claim amounts, the operating margins are improving and the company's profit after tax (PAT) stood at Rs.79 crore in FY15. Also, the PBILDT margin improved to 21.45%

in FY15 as compared with 17.99% in FY14. However, owing to high interest and finance cost, PAT margins declined to 1.84% in FY15 from 1.92% in FY14.

#### **Strong order book position**

The company's outstanding order book position is strong at Rs.16,290 crore as on December 31, 2015, which is 3.95 times of FY15 net sales.

#### **Financial Performance**

	(Rs. Cr)		
For the period ended / as on March 31,	2013 (12m, A)	2014 (12m, A)	2015 (12m, A)
<b>Working Results</b>			
Net Sales	3,832	4,038	4,127
Total Operating income	3,939	4,189	4,285
PBILDT	477	754	919
Interest	530	608	651
Depreciation	170	145	150
PBT	(194)	90	125
PAT (after deferred tax)	(138)	81	79
Gross Cash Accruals	(23)	235	278
<b>Financial Position</b>			
Equity Capital	61	61	65
Networth	1,159	1,261	1,387
Total capital employed	6,386	6,559	7,001
<b>Key Ratios</b>			
<b>Growth</b>			
Growth in Total income (%)	-ve	6.34	2.30
Growth in PAT (after D.Tax) (%)	-ve	-ve	-ve
<b>Profitability</b>			
PBILDT/Total Operating income (%)	12.11	17.99	21.45
PAT (after deferred tax)/ Total income (%)	-ve	1.92	1.84
ROCE (%)	5.21	10.81	11.48
Average cost of borrowing (%)	10.22	11.60	12.04
<b>Solvency</b>			
Long-term Debt Equity ratio (times)	3.36	2.96	2.59
Overall gearing ratio (times)	4.50	4.18	4.00
Interest coverage (times)	0.90	1.24	1.41
Term debt/Gross cash accruals (years)	-ve	15.92	12.93
<b>Liquidity</b>			
Current ratio (times)	1.45	1.23	1.06
Quick ratio (times)	0.40	0.32	0.34
<b>Turnover</b>			
Average collection period (days)	122	135	179
Average creditors (days)	140	144	156

For the period ended / as on March 31,	2013 (12m, A)	2014 (12m, A)	2015 (12m, A)
Average inventory (days)	395	390	386
Operating cycle (days)	378	381	409

Note: Financials are classified as per CARE Standards

During 9MFY16 (unaudited; refers to the period April 1 to March 31), HCC reported net profit of Rs.66 crore on a total operating income of Rs.3,019 crore vis-à-vis net profit of Rs.61 crore on a total operating income of Rs.3,114 crore in 9MFY15 (unaudited).

#### Details of Rated Facilities

##### 1. Long-term facilities

##### Term loans outstanding as on December 31, 2015

Sr. No.	Lender	Rated Amount (Rs. Crore)
1	Export-Import Bank of India	445.50
2	Canara Bank	322.91
3	United Bank of India	266.45
4	IDBI Bank Limited	239.45
5	Axis Bank Limited	186.90
6	Syndicate Bank	178.00
7	Industrial Finance Corporation of India Limited	133.50
8	SREI Infrastructure Finance Limited	102.80
9	State Bank of Mysore	88.72
10	Indian Overseas Bank	85.10
11	Standard Chartered Bank Plc	81.48
12	Central Bank of India	65.23
13	DBS Bank Limited	61.07
14	Toronto Dominion (Texas) LLC	49.09
15	National Bank for Agriculture and Rural Development	44.50
16	Punjab National Bank	44.50
17	Union Bank of India	44.50
18	State Bank of Hyderabad	42.42
19	Bank of Maharashtra	27.80
20	Bank of Baroda	27.71
21	Federal Bank	22.25
22	Oriental Bank of Commerce	21.63
23	State Bank of Travancore	13.35
	<b>Total Facility</b>	<b>2,594.86</b>

\*LC: Letter of credit; BG: Bank guarantee

^Interchangeable with fund-based limits subject to maximum 10% of non-fund based limits available to the company, as per the master restructuring agreement (MRA) executed under corporate debt restructuring (CDR) as the company has availed the interchangeability facility from the working capital lenders.

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