Sub.: Revision in Ratings

Dear Sir,

This is to inform you that Moody’s Investors Service, Singapore on 2nd June 2020 has informed that they have revised the Issuer Credit Rating of GAIL (India) Limited by one notch from Baa2 to Baa3. (Annexure A)

The revision in the Credit Rating was done as Moody’s has revised the rating of various Government related issuers (GRI) including that of GAIL (India) Limited in line with the revision of India’s Sovereign Rating from Baa2 to Baa3 on 1st June, 2020 by Moody’s. The ratings of GRIs are closely linked with the rating of their Government owner.

This is in compliance of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The above is for your information and records

Thanking you,
Yours Faithfully.

(A.K.Jha)
Company Secretary

Copy to:–

1. Deutsche Bank AG, Filiale Mumbai
   TSS & Global Equity Services, The Capital, 14th Floor,
   C-70, G-Block, Bandra Kurla Complex, Mumbai- 400051.
2. London Stock Exchange
   Regulatory News Service Department (RNS)
   10, Paternoster Square,
   London EC4M 7LS

AVS No.- 548344
Moody's
INVESTORS SERVICE

Rating Action: Moody's takes rating actions on 11 Indian infrastructure companies following sovereign downgrade

02 Jun 2020

Singapore, June 02, 2020 -- Moody's Investors Service has today downgraded the following seven Indian infrastructure issuers by one notch:

1) NTPC Limited (NTPC)
2) NHPC Limited (NHPC)
3) National Highways Authority of India (NHAI)
4) Power Grid Corporation of India Limited (Power Grid)
5) Gail (India) Limited (GAIL)

At the same time, Moody's has affirmed the baseline credit assessments (BCAs) for NTPC and NHPC at baa3, and downgraded the BCAs for Power Grid and GAIL by one notch to baa3 from baa2.

The outlook on all seven issuers remains negative.

Moody's has also affirmed the ratings of the following four issuers and revised their outlooks to negative from stable:

1) Adani Ports and Special Economic Zone Limited (APSEZ)
2) Adani Transmission Limited (ATL)
3) Adani Electricity Mumbai Limited (AEML)

These rating actions follow Moody's decision to downgrade India's sovereign rating to Baa3 from Baa2 with a negative outlook, as announced on 1 June 2020. For full details on India's sovereign rating action please refer to this announcement:

https://www.moodys.com/research/Moodys-downgrades-Indias-ratings-to-Baa3-maintains-negative-outlook--PR_424605

The above list includes debt-issuing special purpose vehicles. The total number of downgraded Indian infrastructure companies stated above excludes the entities listed under Adani Green Energy Restricted Group and Adani Transmission Restricted Group.

Please click on this link https://www.moodys.com/viewresearchdoc.aspx?docid=PBC_ARFTL424920 for the List of Affected Credit Ratings. This list is an integral part of this Press Release and identifies each affected issuer.

RATINGS RATIONALE

Please click on this link https://www.moodys.com/viewresearchdoc.aspx?docid=PBC_ARFTL424920 for the
List of Affected Credit Ratings. This list is an integral part of this Press Release and provides, for each of the credit ratings covered, Moody's disclosures on the following items:

- Principal Methodologies

DOWNGRADE OF RATINGS FOR FIVE GOVERNMENT-RELATED ISSUERS: NTPC, NHPC, NHAI, POWER GRID AND GAIL

Under Moody's joint default analysis approach for government-related issuers (GRIs), government support is one of the key considerations in GRIs' ratings. The ratings and BCAs of these five GRIs are very sensitive to a decline in the rating of their government owner given their close links with the Government of India. As a result, each GRI has been downgraded by one notch, consistent with the downgrade of the sovereign rating. The BCAs of Power Grid and GAIL have also been downgraded by one notch to baa3 for the same reason.

The negative outlooks for the five GRIs reflect the negative outlook on the sovereign rating.

DOWNGRADE OF ADANI GREEN ENERGY RESTRICTED GROUP

The downgrade of Adani Green Energy Restricted Group's ratings reflects the group's dependence on sovereign-owned entities, such as Solar Energy Corporation of India, for more than 70% of the offtake from its power projects. As a result, the ratings are constrained by the weakening credit profiles of the group's off-takers.

The negative outlook reflects the negative outlook on the sovereign rating.

DOWNGRADE OF ADANI TRANSMISSION RESTRICTED GROUP

The downgrade of Adani Transmission Restricted Group's ratings reflects the fact that all of the restricted group's operations are based in India and thus its ratings are constrained by the sovereign rating.

The negative outlook reflects the negative outlook on the sovereign rating.

AFFIRMATION OF RATINGS AND CHANGE IN OUTLOOK FOR APSEZ, ATL, AEML AND AZURE POWER RG-2

The affirmation of APSEZ's issuer rating reflects its ability to withstand the temporary reduction in trade volume and revenue as a result of the coronavirus outbreak, taking into account the port's moderate financial profile and robust liquidity position heading into fiscal 2021, as well as its ability to postpone capital expenditure.

The affirmation of ATL's senior secured bond ratings reflects its predictable revenue profile that is underpinned by its portfolio of quality regulated and contracted assets, good operating track record and high financial leverage after taking into account its substantial capital expenditure program over the next 2-3 years.

The affirmation of AEML's senior secured bond rating reflects the predictable revenues from its regulated utility business in Mumbai and its solid liquidity profile. It also reflects management's commitment to maintaining appropriate financial metrics supportive of its credit profile through managing its capital spending over the current tariff control period.

The negative outlook on APSEZ, ATL and AEML's Baa3 rating reflects (1) the fact that virtually all of their business operations are based in India, and (2) their ratings are constrained by the Baa3 rating and negative outlook on the sovereign.

The affirmation of the rating on Azure Power Solar Energy's backed senior unsecured bonds considers the group's long-term power purchase agreements with fixed tariffs and Moody's expectation of support from Caisse de depot et placement du Quebec (CDPQ, Aaa stable), the largest shareholder of its parent, in the case of need.

The change in outlook reflects the weakening credit profile of the group's government-related off-takers.

FACTORs THAT COULD LEAD TO AN UPGRADE OR DOWNGRADE OF THE RATINGS

Given the negative outlooks, the ratings of all 11 infrastructure issuers are unlikely to be upgraded in near term.
However, Moody's could upgrade the five GRIs' ratings if the sovereign rating is upgraded and there is no material deterioration in the GRIs' BCAs.

Similarly, Adani Green Energy Restricted Group and Adani Transmission Restricted Group's ratings could be upgraded if the sovereign rating is upgraded and there is no material deterioration in their underlying credit profiles.

The ratings for APSEZ, AEML, ATL and Azure Power RG-2 could be upgraded (1) if the sovereign rating is upgraded; and (2) their standalone credit profiles improve significantly, with their financial metrics strengthening beyond their respective rating parameters.

The outlook for all 11 infrastructure issuers could change to stable from negative if the outlook on the sovereign rating changes to stable from negative.

Moody's could downgrade the five GRIs if (1) the sovereign rating is downgraded or the government's willingness to support them weakens; and/or (2) the GRIs' BCAs weaken meaningfully, whereby their financial metrics fall short of their respective rating parameters.

Similarly, Moody's could downgrade the notes issued by Adani Green Energy Restricted Group and Adani Transmission Restricted Group if (1) the sovereign rating is downgraded, or (2) their debt service coverage ratios deteriorate towards 1.30x and 1.35x respectively on a sustained basis.

APSEZ's rating could be downgraded if the sovereign rating is downgraded or if cargo volumes decline, resulting in the company's financial metrics deteriorating beyond the parameters of its Baa3 rating category. In particular, Moody's would consider downgrading APSEZ if FFO/debt falls below 14% on a sustained basis and cash interest coverage below 2.75x-3.00x. A reinstatement of related-party loans could also strain the rating.

Moody's could downgrade Azure Power RG-2's ratings if the sovereign rating is downgraded or (1) the credit quality of its parent Azure Power Global Limited (APGL) deteriorates; (2) its FFO/debt falls towards 6% on a sustained basis; and/or (3) support from APGL's shareholders weakens, as reflected by a meaningful decrease in CDPQ's ownership.

Moody's could downgrade ATL's ratings if the sovereign rating is downgraded or if there is (1) a weakening in ATL's financial profile as indicated by its FFO interest coverage ratio falling below 1.75x or its FFO/net debt staying below 7% on a sustained basis, (2) a deterioration in ATL's business risk profile, or (3) a reinstatement of related-party loans.

Moody's could downgrade AEML's rating if the sovereign rating is downgraded or if there is (1) a weakening in AEML's financial profile as indicated by its FFO/debt falling below 9% on a consistent basis, or (2) a delay in the repayment of its existing intercorporate loan or a reinstatement of related-party loans.

### REGULATORY DISCLOSURES

The List of Affected Credit Ratings announced here are all solicited credit ratings. Additionally, the List of Affected Credit Ratings includes additional disclosures that vary with regard to some of the ratings. Please click on this link [https://www.moodys.com/viewresearchdoc.aspx?docid=PBC_ARFTL424920](https://www.moodys.com/viewresearchdoc.aspx?docid=PBC_ARFTL424920) for the List of Affected Credit Ratings. This list is an integral part of this Press Release and provides, for each of the credit ratings covered, Moody's disclosures on the following items:

- Rating Solicitation
- Issuer Participation
- Participation: Access to Management
- Participation: Access to Internal Documents
- Disclosure to Rated Entity
- Endorsement
- Lead Analyst
- Releasing Office
For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found at: https://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBC_79004.

For ratings issued on a program, series, category/class of debt or security this announcement provides certain regulatory disclosures in relation to each rating of a subsequently issued bond or note of the same series, category/class of debt, security or pursuant to a program for which the ratings are derived exclusively from existing ratings in accordance with Moody's rating practices. For ratings issued on a support provider, this announcement provides certain regulatory disclosures in relation to the credit rating action on the support provider and in relation to each particular credit rating action for securities that derive their credit ratings from the support provider's credit rating. For provisional ratings, this announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating. For further information please see the ratings tab on the issuer/entity page for the respective issuer on www.moodys.com.

For any affected securities or rated entities receiving direct credit support from the primary entity(ies) of this credit rating action, and whose ratings may change as a result of this credit rating action, the associated regulatory disclosures will be those of the guarantor entity. Exceptions to this approach exist for the following disclosures, if applicable to jurisdiction: Ancillary Services, Disclosure to rated entity, Disclosure from rated entity.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

Moody's general principles for assessing environmental, social and governance (ESG) risks in our credit analysis can be found at https://www.moodys.com/researchdocumentcontentpage.aspx?docid=PBC_1133569.

The below contact information is provided for information purposes only. Please see the ratings tab of the issuer page at www.moodys.com for each of the ratings covered, Moody's disclosures on the lead rating analyst and the Moody's legal entity that has issued the rating.

Please see www.moodys.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

Please see the ratings tab on the issuer/entity page on www.moodys.com for additional regulatory disclosures for each credit rating.

Abhishek Tyagi
Vice President - Senior Analyst
Project & Infrastructure Finance
Moody's Investors Service Singapore Pte. Ltd.
50 Raffles Place #23-06
Singapore Land Tower
Singapore 48623
Singapore
JOURNALISTS: 852 3758 1350
Client Service: 852 3551 3077

Terry Fanous
MD-Public Proj & Infstr Fin
Project & Infrastructure Finance
JOURNALISTS: 852 3758 1350
Client Service: 852 3551 3077

Releasing Office:
Moody's Investors Service Singapore Pte. Ltd.
50 Raffles Place #23-06
Singapore Land Tower
Singapore 48623
measures so that the information it uses in assigning a credit rating is of sufficient quality and from sources
MOODY'S considers to be reliable including, when appropriate, independent third-party sources. However,
MOODY'S is not an auditor and cannot in every instance independently verify or validate information received
in the rating process or in preparing its Publications.

To the extent permitted by law, MOODY'S and its directors, officers, employees, agents, representatives,
licensors and suppliers disclaim liability to any person or entity for any indirect, special, consequential, or
incidental losses or damages whatsoever arising from or in connection with the information contained herein or
the use of or inability to use any such information, even if MOODY'S or any of its directors, officers, employees,
agents, representatives, licensors or suppliers is advised in advance of the possibility of such losses or
damages, including but not limited to: (a) any loss of present or prospective profits or (b) any loss or damage
arising where the relevant financial instrument is not the subject of a particular credit rating assigned by
MOODY'S.

To the extent permitted by law, MOODY'S and its directors, officers, employees, agents, representatives,
licensors and suppliers disclaim liability for any direct or compensatory losses or damages caused to any
person or entity, including but not limited to: by any negligence (but excluding fraud, willful misconduct or any
other type of liability that, for the avoidance of doubt, by law cannot be excluded) on the part of, or any
contingency within or beyond the control of, MOODY'S or any of its directors, officers, employees, agents,
representatives, licensors or suppliers, arising from or in connection with the information contained herein or
the use of or inability to use any such information.

NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS,
MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY CREDIT RATING,
ASSESSMENT, OTHER OPINION OR INFORMATION IS GIVEN OR MADE BY MOODY'S IN ANY FORM OR
MANNER WHATSOEVER.

Moody's Investors Service, Inc., a wholly-owned credit rating agency subsidiary of Moody's Corporation
("MCO"), hereby discloses that most issuers of debt securities (including corporate and municipal bonds,
debentures, notes and commercial paper) and preferred stock rated by Moody's Investors Service, Inc. have,
prior to assignment of any credit rating, agreed to pay to Moody's Investors Service, Inc. for credit ratings
opinions and services rendered by it fees ranging from $1,000 to approximately $2,700,000. MCO and Moody's
Investors Service also maintain policies and procedures to address the independence of Moody's Investors
Service credit ratings and credit rating processes. Information regarding certain affiliations that may exist
between directors of MCO and rated entities, and between entities who hold credit ratings from Moody's
Investors Service and have also publicly reported to the SEC an ownership interest in MCO of more than 5%, is
posted annually at www.moodys.com under the heading "Investor Relations — Corporate Governance —
Director and Shareholder Affiliation Policy."

Additional terms for Australia only: Any publication into Australia of this document is pursuant to the Australian
Financial Services License of MOODY'S affiliate, Moody's Investors Service Pty Limited ABN 61 003 399
657AFSL 338689 and/or Moody's Analytics Australia Pty Ltd ABN 94 105 136 972 AFSL 383569 (as
applicable). This document is intended to be provided only to "wholesale clients" within the meaning of section
761G of the Corporations Act 2001. By continuing to access this document from within Australia, you represent
to MOODY'S that you are, or are accessing the document as a representative of, a "wholesale client" and that
neither you nor the entity you represent will directly or indirectly disseminate this document or its contents to
"retail clients" within the meaning of section 761G of the Corporations Act 2001, MOODY'S credit rating is an
opinion as to the creditworthiness of a debt obligation of the issuer, not on the equity securities of the issuer or
any form of security that is available to retail investors.

Additional terms for Japan only: Moody's Japan K.K. ("MJKK") is a wholly-owned credit rating agency subsidiary
of Moody's Group Japan G.K., which is wholly-owned by Moody's Overseas Holdings Inc., a wholly-owned
subsidiary of MCO. Moody's SF Japan K.K. ("MSFJ") is a wholly-owned credit rating agency subsidiary of
MJKK. MSFJ is not a Nationally Recognized Statistical Rating Organization ("NRSRO"). Therefore, credit
ratings assigned by MSFJ are Non-NRSRO Credit Ratings. Non-NRSRO Credit Ratings are assigned by an
entity that is not a NRSRO and, consequently, the rated obligation will not qualify for certain types of treatment
under U.S. laws. MJKK and MSFJ are credit rating agencies registered with the Japan Financial Services
Agency and their registration numbers are FSA Commissioner (Ratings) No. 2 and 3 respectively.

MJKK or MSFJ (as applicable) hereby disclose that most issuers of debt securities (including corporate and
municipal bonds, debentures, notes and commercial paper) and preferred stock rated by MJKK or MSFJ (as
applicable) have, prior to assignment of any credit rating, agreed to pay to MJKK or MSFJ (as applicable) for
credit ratings opinions and services rendered by it fees ranging from JPY125,000 to approximately
JPY250,000,000.

MJKK and MSFJ also maintain policies and procedures to address Japanese regulatory requirements.