

August 25, 2023

TCIL Bina Toll Road Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based – Term loan	62.00	62.00	[ICRA]BBB- (Stable); rating withdrawn
Total	62.00	62.00	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of **TCIL Bina Toll Road Limited** at the request of the company and based on the No dues certificate received from the lender, and in accordance with ICRA's policy on withdrawal of Credit Ratings. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The Key Rating Drivers, Liquidity Position and Rating Sensitivities have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy on Withdrawal of Credit Ratings BOT Toll Road Projects in India
Parent/Group support	Parent Company: TCIL The rating factors in the very high likelihood of its parent, TCIL, extending financial support given the strategic importance of TBTRL. ICRA expects TCIL to extend financial support to TBTRL out of its need to protect its reputation from the consequences of a Group entity's distress. There also exists a consistent track record of TCIL extending timely financial support to TBTRL, whenever needed.
Consolidation/Standalone	Standalone

About the company

TBTRL is a special purpose vehicle (SPV) formed for developing the two-lane Bina-Kurwai-Sironj road project in Madhya Pradesh on a build, operate and transfer (BOT) toll basis. The project was awarded by the Madhya Pradesh Road Development Corporation (MPRDC). The concession agreement for the project was signed in November 2010 and the concession period is of 25 years, including the construction period.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Key financial indicators (audited)

TBTRL	FY2021	FY2022
Operating Income (Rs. crore)	4.1	3.60
PAT (Rs. crore)	1.4	0.08
OPBDIT/OI (%)	22.9%	11.94%
PAT/OI (%)	33.8%	2.15%
Total Outside Liabilities/Tangible Net Worth (times)	-2.8	-2.74
Total Debt/OPBDIT (times)	107.3	227.07
Interest Coverage (times)	0.08	0.05

Source: Company, ICRA Research; PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation

Rating history for past three years

SN	Instrument	Current Rating (FY2024)			Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding as on March 31, 2023 (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
					Aug 25, 2023	Jun 03, 2022	-	Mar 4, 2021 Jun 5, 2020
1	Fund-based – Term loan	Long- term	62.00	-	[ICRA]BBB-(Stable); withdrawn	[ICRA]BBB- (Stable)	-	[ICRA]BBB- (Stable) [ICRA]BBB- (Negative)

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Fund-based – Term loan	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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan	April 2011	-	FY2023	62.00	[ICRA]BBB-(Stable); Withdrawn

Source: Company

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

ANALYST CONTACTS

Rajeshwar Burla

+91 40 4547 4829

rajeshwar.burla@icraindia.com

Ashish Modani

+91 20 6114 3414

ashish.modani@icraindia.com

Abhishek Gupta

+91 124 4545 863

abhishekgupta@icraindia.com

Mrinal Jain

+91 124 4545 845

Miraj.jain@icraindia.com

RELATIONSHIP CONTACT

L Shivakumar

+91 22 6114 3406

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

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ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



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