

September 27, 2024

Andhra Pradesh Expressway Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Non-convertible debenture	56.70	56.70	[ICRA]AAA (Stable); Withdrawn
Total	56.70	56.70	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings assigned to the non-convertible debenture (NCD) programme of **Andhra Pradesh Expressway Limited (APEL)** as the rated instrument has been fully redeemed by the entity. The rating action is in accordance with ICRA's policy on withdrawal of credit rating.

The Key Rating Drivers, Liquidity Position, Rating Sensitivities and Key Financial Indicators have not been captured as the rated instruments are being withdrawn.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 Roads - Annuity
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone

About the company

APEL is an SPV incorporated in November 2005 for undertaking four-laning of NH-7 in Kothakota–Kurnool section aggregating 74.65 km on a build operate transfer (BOT) annuity basis under a concession agreement (CA) signed with the NHAI. The CA was signed between APEL and NHAI on March 20, 2006 and it is valid for a period of 20 years from the appointed date, i.e., till September 2026. It received the provisional completion certificate from NHAI in September 2009. As per the terms of the concession, APEL is entitled to receive a semi-annuity of Rs. 56.52 crore from the NHAI each year on March 15, and September 13, till September 2026. The project has been operational since September 30, 2009 and 31 annuities have been received till date. In May 2023, to Cube Highways Trust acquired 100% ownership interest in APEL.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2025)		Chronology of rating history for the past 3 years			
		Amount rated (Rs. crore)	Date & rating in September 27, 2024	Date & rating in FY2024 October 6, 2023	Date & rating in FY2023 October 07, 2022	Date & rating in FY2022 October 07, 2021	
1	NCD	Long term	56.70	[ICRA]AAA (Stable); withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)	[ICRA]AAA (Stable)

Complexity level of the rated instruments

Instrument	Complexity Indicator
NCD	Very 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	Amount Rated (Rs. crore)	Current Rating and Outlook
INE400K07069	NCD	08-Nov-12	Zero coupon*	15-Oct-24	46.10	[ICRA]AAA (Stable); Withdrawn
INE400K07077	NCD	08-Nov-12	Zero coupon*	15-Oct-25	10.60	[ICRA]AAA (Stable); Withdrawn

Source: Company; *IRR of 10%

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

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