

March 31, 2025

Afcons Infrastructure Limited: Rating withdrawn for CP

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Long Term - Fund-Based – Term Loan**	970.0	970.0	[ICRA]A+(Stable); outstanding
Long-Term – Fund-Based Facilities**	1,900.0	1,900.0	[ICRA]A+(Stable); outstanding
Long-Term – Non-Fund Based Facilities**	17,490.0	17,490.0	[ICRA]A+(Stable); outstanding
Short-term – Non-fund based facilities**	1,600.0	1,600.0	[ICRA]A1; outstanding
Commercial paper	900.0	900.0	[ICRA]A1; withdrawn
Total	23,160.0	23,160.0	

*Instrument details are provided in Annexure I; ** Client has requested for withdrawal of the bank loan rating. On completion of the requisite documentation, ICRA will withdraw the rating in line with ICRA's policy on withdrawal.

Rationale

ICRA has withdrawn the short-term rating of [ICRA]A1 assigned to the Commercial Paper (CP) programme of Afcons Infrastructure Limited (AIL). The rating is withdrawn in accordance with ICRA's policy on withdrawal at the request of the company, as the CP was not placed and there is no amount outstanding against the same.

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rating drivers, liquidity position and rating sensitivities have not been captured as the rated instruments are being withdrawn.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 Rating Methodology - Construction Policy on Withdrawal of Credit Ratings
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered consolidated financials of AIL. The list of companies that are consolidated to arrive at the ratings are given in Annexure II.

About the company

AIL, incorporated in 1976 as Asia Foundations and Constructions Limited, is a reputed construction entity and is a part of the SP Group, which holds majority stake of 50.17% in the company. It operates in diverse segments such as marine works (including construction of jetties and dry docks), offshore oil and gas, bridges and flyovers, road construction, hydro and tunnelling, pipe laying and general civil engineering works. AIL commenced operations as a civil construction firm in 1959 and was initially involved in constructing specialised foundation activities, such as pile foundations, diaphragm walls, geotechnical investigations, drilling and grouting. It entered the marine segment in 1963 and subsequently undertook design and build

contracts. Over the years, AIL has increased its presence geographically and has executed projects across fifteen Indian states, in addition to overseas projects in 14 countries.

Key financial indicators (audited)

AIL – Consolidated	FY2023	FY2024	9M FY2025*
Operating income	12,654.8	13,277.2	9328.39
PAT	410.9	449.8	375.9
OPBDIT/OI	10.67%	10.4%	11.4%
PAT/OI	3.2%	3.4%	4.0%
Total outside liabilities/Tangible net worth (times)	3.5	3.5	
Total debt/OPBDIT (times)	1.2	1.8	
Interest coverage (times)	3.0	2.4	

Source: Company, ICRA Research; * Provisional numbers; All ratios as per ICRA's calculations; Amount in Rs. crore

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Current (FY2025)			Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs. crore)	Mar 31, 2025	FY2024		FY2023		FY2022	
				Date	Rating	Date	Rating	Date	Rating
NCD	Long Term	-	-	Mar 27, 2024	[ICRA]A+ (Stable); reaffirmed and withdrawn	Sep 1, 2022	[ICRA]A+ (Stable)	-	-
				Sep 29 2023	[ICRA]A+ (Stable)	Oct 29, 2021	[ICRA]A+ (Negative)	-	-
Term loan	Long Term	970.0	[ICRA]A+ (Stable)	Mar 27, 2024	[ICRA]A+ (Stable)	Sep 1, 2022	[ICRA]A+ (Stable)	-	-
				Sep 29 2023	[ICRA]A+ (Stable)	Oct 29, 2021	[ICRA]A+ (Negative)	-	-
Cash credit	Long Term	1,900.0	[ICRA]A+ (Stable)	Mar 27, 2024	[ICRA]A+ (Stable)	Sep 1, 2022	[ICRA]A+ (Stable)	-	-
				Sep 29 2023	[ICRA]A+ (Stable)	Oct 29, 2021	[ICRA]A+ (Negative)	-	-
Non-fund based (BG/LC)	Long Term	17,490.0	[ICRA]A+ (Stable)	Mar 27, 2024	[ICRA]A+ (Stable)	Sep 1, 2022	[ICRA]A+ (Stable)	-	-
				Sep 29 2023	[ICRA]A+ (Stable)	Oct 29, 2021	[ICRA]A+ (Negative)	-	-
Short-term loans	Short Term	-	-	Sep 29 2023	[ICRA]A1	Sep 1, 2022	[ICRA]A1	-	-
				-	-	Oct 29, 2021	[ICRA]A1	-	-
Non-fund based (BG/LC)	Short Term	1,600.0	[ICRA]A1	Mar 27, 2024	[ICRA]A1	Sep 1, 2022	[ICRA]A1	-	-
				Sep 29 2023	[ICRA]A1	Oct 29, 2021	[ICRA]A1	-	-
Commercial paper	Short Term	900.0	[ICRA]A1; withdrawn	Mar 27, 2024	[ICRA]A1	Sep 1, 2022	[ICRA]A1	-	-
				Sep 29 2023	[ICRA]A1	Oct 29, 2021	[ICRA]A1	-	-

Complexity level of the rated instruments

Instrument	Complexity indicator
Long term - Fund-based – Term loan	Simple
Long-term – Fund-based facilities	Simple
Long-term – Non-fund based facilities	Very Simple
Short-term – Non-fund based facilities	Very Simple
Commercial paper	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
NA	Fund-based – Term loan	February 2017	NA	April 2029	970.0	[ICRA]A+ (Stable)
NA	Long-term – Fund-based facilities	NA	NA	NA	1,900.0	[ICRA]A+ (Stable)
NA	Long-term – Non-fund-based facilities	NA	NA	NA	17,490.0	[ICRA]A+ (Stable)
NA	Short-term – Non-fund-based facilities	NA	NA	NA	1,600.0	[ICRA]A1
NA	Commercial paper	Yet to be placed	NA	NA	900.0	[ICRA]A1; withdrawn

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Hazarat and Company Private Limited	100%	Full consolidation
Afcons Corrosion Protection Private Limited	100%	Full consolidation
Afcons Hydrocarbons Engineering Private Limited	100%	Full consolidation
Afcons Oil & Gas Services Private Limited	74%	Full consolidation
Afcons Infrastructures Kuwait for Building, Road and Marine Contracting WLL	49%	Full consolidation
Afcons Construction Mideast LLC	100%	Full consolidation
Afcons Gulf International Projects Services FZE	100%	Full consolidation
Afcons Mauritius Infrastructure Limited	100%	Full consolidation
Afcons Overseas Singapore Pte Limited	100%	Full consolidation
Afcons Infra Projects Kazakhstan LLP (Step Down Subsidiary)	100%	Full consolidation
Afcons Saudi Constructions LLC	100%	Full consolidation
Afcons Overseas Project Gabon SARL (Step Down Subsidiary)	100%	Full consolidation

Source: Company

ANALYST CONTACTS

Ashish Modani

+91 22 6169 3300

ashish.modani@icraindia.com

Suprio Banerjee

+91 22 6114 3443

supriob@icraindia.com

Rohit Agarwal

+91 22 6169 3329

rohit.agarwal@icraindia.com

Ritik Sundarka

+91 80 4332 6414

ritik.sundarka@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

ABOUT ICRA LIMITED

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.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited



Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.