

## L&T BPP Tollway Limited

November 20, 2018

### Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based - Term Loans	1,854.0	1,854.0 <sup>^</sup>	[ICRA]BBB-(Stable), rating withdrawn
<b>Total</b>	<b>1,854.0</b>	<b>1,854.0</b>	

\* Instrument details in Annexure

<sup>^</sup>Rating withdrawn

### Rating action

ICRA has withdrawn the [ICRA]BBB-(Stable)<sup>1</sup> rating for the Rs. 1,854.00 crore term loan borrowing programme of L&T BPP Tollway Limited (BPP or the company).

### Rationale

The rating withdrawal is in accordance with ICRA policy on Withdrawal and Suspension of Credit Ratings and based on the prepayment of rated term loans by the company and receipt of 'no dues certificate' from all the term loan lenders. ICRA has noted that while the company had prepaid the entire loan in May-2018, it had withheld an amount under dispute (about Rs. 1.2 crore) with one of the lender which was subsequently paid in Oct-2018. The company has shared no dues certificates from all the term loan lenders.

**Analytical approach:** For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

#### Links to applicable criteria:

- [ICRA Policy on Withdrawal and Suspension of Credit Ratings](#)

### About the company:

L&T BPP Tollway Limited (BPP) is a special purpose vehicle (SPV) initially promoted by L&T Infrastructure Development Projects Limited (L&T IDPL) to implement the four-laning of National Highway 14 (NH-14) from Beawar to Pindwara for a total length of 244.12 km. The concession was granted to BPPTL for a period of 23 years from the Appointed Date, which was December 19, 2011. The project achieved Commercial Operation Date (COD) in June 2015.

In May-2018, L&T IDPL transferred stake in BPP to IndInfravit Trust (an Infrastructure Investment Trust, sponsored by L&T IDPL).

<sup>1</sup> For complete rating scale and definitions, please refer to ICRA's website [www.icra.in](http://www.icra.in) or other ICRA Rating Publications.

## Key financial indicators (Audited)

	FY2017	FY2018
Operating Income (OI) (Rs. crore)	307.5	360.4
Net Profit (Rs. crore)	-291.2	-302.6
Operating Profit Margin (%)	82.0%	82.4%
Total Debt/ Net Worth (times)^	7089	-16
Total Debt/ OPBDITA (times)^	18.4	16.3
Interest coverage (times)	0.50	0.54

Source: BPP's Annual Accounts, ICRA research

^Total debt includes term loans from banks, deferred payment liability, mezzanine debt, and loans from related parties

## Status of non-cooperation with previous CRA: NA

## Any other information: None

## Rating history for last three years:

S.No.	Instrument	Type	Current Rating (FY2019)		Chronology of Rating History for the past 3 years		
			Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017
1	Fund Based - Term Loans	Long-term	1,854.0*	Nil	November 2018 [ICRA]BBB-(Stable) withdrawn*	August 2017 [ICRA]BBB-(Stable)	March 2016 [ICRA]BBB (Stable)

\* Ratings withdrawn as the term loans have been repaid.

## Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [www.icra.in](http://www.icra.in)

## Annexure-1: Instrument Details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Fund Based Term Loans	FY2012	NA	Nov 2026*	1,854.00	[ICRA]BBB-(Stable), withdrawn

*\* the term loans have been prepaid*

Source: BPP

## ANALYST CONTACTS

**Shubham Jain**

+91 124 4545 306  
[shubhamj@icraindia.com](mailto:shubhamj@icraindia.com)

**Abhishek Gupta**

+91 124 4545 863  
[abhishek.gupta@icraindia.com](mailto:abhishek.gupta@icraindia.com)

**Nitin Kumar**

+91 124 4545 845  
[nitin.kumar2@icraindia.com](mailto:nitin.kumar2@icraindia.com)

## RELATIONSHIP CONTACT

**L Shivakumar**

+91 22 6114 3406  
[shivakumar@icraindia.com](mailto:shivakumar@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**

Tel: +91 124 4545 860  
[communications@icraindia.com](mailto:communications@icraindia.com)

### Helpline for business queries:

+91-124-2866928 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto: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](http://www.icra.in)

## ICRA Limited

### Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: [info@icraindia.com](mailto:info@icraindia.com)

Website: [www.icra.in](http://www.icra.in)

### Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

### Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 6606 9999

© Copyright, 2018 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](http://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