

Bhilwara Jaipur Toll Road Private Limited

February 03, 2023

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	16.21 (Reduced from 178.00)	CARE D	Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

The rating assigned to the bank facilities of Bhilwara Jaipur Toll Road Private Limited (BJTRPL) continues to factor in ongoing delays in debt servicing by the company.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Timely repayment of debt obligations for more than three months along with improvement in liquidity position of the company.

Analytical approach: Standalone

Key weaknesses

Ongoing delays in debt servicing

State Govt. of Rajasthan had exempted toll collection from private vehicles from April 1, 2018, leading to lower revenue resulting in delays in debt servicing. BJTRPL had served a notice for termination of the concession agreement in respect of the toll road project on account of breach of terms & conditions and an arbitrator was appointed by Hon'ble High court of Rajasthan to resolve the matter. The Arbitrator subsequently issued an interim award u/s 17 of Arbitration Act dated October 30, 2019, directing the PWD-Rajasthan Government to deposit Rs. 191 crores in an escrow account and take back the possession of the project highway. State Government has now also allowed toll collection from private vehicles (earlier exempt since April 1, 2018) w.e.f. Nov 1, 2019. Hon'ble High court, in its order dated October 12, 2020, directed PWD, Rajasthan, to take over the project highway as directed by the Arbitrator and deposit Rs.191 crore with the lenders of BJTRPL in the escrow account till the final disposal of the appeal pending before the commercial court. However, during December 2021, Hon'ble High Court of Rajasthan ordered to allow the lenders to adjust the amount standing in credit of Escrow account against the exposure of BJTRPL. However, accumulated interest on the term loans for the period wherein the outstanding for banks was not adjusted against the amount deposited by PWD in escrow account, which is still pending and has not been serviced by the company and the matter remains subjudice.

Liquidity: Poor

The liquidity of the company is poor, owing to delays in debt servicing.

Applicable criteria

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Credit Watch](#)

[Infrastructure Sector Ratings](#)

[Toll Road Projects](#)

About the company

Bhilwara Jaipur Toll Road Pvt. Ltd. (BJTRPL) is a Special Purpose Vehicle (SPV) promoted by SPML Infra Ltd (SIL) and Om Infra Limited to undertake the upgradation/ improvement and strengthening work for development of a road project awarded by Public Works Department (PWD), Government of Rajasthan. SIL currently has 51% stake in the project while OIL has a 49% stake.

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	9M FY23 (Prov.)
Total operating income	0.00	0.00	NA
PBILDT	0.00	0.00	NA
PAT	0.01	0.01	NA
Overall gearing (times)	-1.06	-0.43	NA
Interest coverage (times)	0.00	0.00	NA

A: Audited, Prov.: Provisional, NA: Not Available

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for the last three years: Please refer Annexure-2

Covenants of the rated instruments/facilities: Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of the various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	-	31-03-2022	16.21	CARE D

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT-Term Loan	LT	16.21	CARE D	-	1)CARE D (25-Nov-21)	1)CARE BBB- (CE); Stable (27-Jan-21)	1)CARE BBB- (CE); Stable (07-Jan-20) 2)CARE BBB (SO); Negative (10-Jun-19)
2	Un Supported Rating- Un Supported Rating	LT	-	-	-	1)Withdrawn (25-Nov-21)	1)CARE D (27-Jan-21)	1)CARE D (07-Jan-20)

	(Long Term)							
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*Long term/Short term.

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: Not Applicable

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Note on the complexity levels of the rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact us**Media contact**

Name: Mradul Mishra

Phone: +91-22-6754 3596

E-mail: mradul.mishra@careedge.in**Analyst contact**

Name: Puneet Kansal

Phone: +91-11-45333225

E-mail: puneet.kansal@careedge.in**Relationship contact**

Name: Deepak Purshottambhai Prajapati

Phone: +91-79-4026 5656

E-mail: deepak.prajapati@careedge.in**About us:**

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