

AJR Infra & Tolling Limited

May 17, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	25.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	35.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

*Issuer did not cooperate; based on best available information.

Rationale & key rating drivers

CARE Ratings Ltd. had, vide its press release dated March 01, 2023 placed the rating(s) of AJR Infra & Tolling Limited under the 'issuer non-cooperating' category as AJR Infra & Tolling Limited had failed to provide information for monitoring of the rating. AJR Infra & Tolling Limited continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated January 15, 2024, January 25, 2024 and February 04, 2024. In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

The ratings take into account ongoing delays in debt servicing.

Analytical approach: Standalone

Outlook: Not Applicable

Detailed description of the key rating drivers

At the time of last rating on March 01, 2023, the following were the rating strengths and weaknesses (updated for the information available from MCA website).

Key weaknesses

Ongoing delays in servicing of debt obligations: As mentioned in FY23 Annual Report, the auditor has made several observations, few of which are as below. The Company's current liabilities exceeded current assets significantly. There is a continuing mismatch including defaults in payment of its financial obligations to its subsidiary Company. The liquidity crunch is affecting the Company's operation with increasing severity. There is continuing default in payment of interest of Rs. 6.69 lakh on short term borrowing, due date of payment of such interest is March 31, 2023. The said loan is outstanding as at March 31, 2023. Further, there are defaults at standalone level as well as in various SPVs (Special Purpose Vehicles) where the accounts are classified as non-performing accounts (NPA) and some of the SPVs are undergoing Insolvency Resolution Process (IRP). Various SPV projects are stressed due to delay in completion, cost overrun, liquidity crunch and have legal issues, arbitration proceedings or negotiations. Besides, the operations at the SPVs levels are stressed on account of delayed execution and stalled projects along with debt burden leading to constrained liquidity position of the company.

Applicable criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Rating Outlook and Rating Watch](#)

[Financial ratios - Non-Financial Sector](#)

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

[Short Term Instruments](#)

[Rating Methodology - Services Sector](#)

About the company and industry

Industry Classification

Macro Economic Indicator	Sector	Industry	Basic Industry
Industrials	Construction	Construction	Civil Construction

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

*Issuer did not cooperate; Based on best available information

AITL, formerly known as (Gammon Infrastructure Projects Limited (GIPL)) is an infrastructure project development company, promoted by Gammon India Limited (GIL) (CARE D/ INC), one of the largest construction companies in India. Incorporated in 2001, AITL undertakes the development of infrastructure projects on a public-private partnership (PPP) basis under separate project-specific Special Purpose Vehicles (SPVs), having presence in project development, project advisory and sector-specific operations and maintenance. AITL is publicly listed entity on both recognized stock exchanges i.e BSE and NSE and its presence is pan-India with two decades of experience and technical expertise in the multi-purpose infrastructure segments with diverse portfolio across Roads, Power and Port sectors. The company is presently engaged in the development of various infrastructure projects in sectors like transportation, energy and urban infrastructure through several special purpose vehicles (SPVs). It is also engaged in carrying out operation and maintenance (O&M) activities for the transportation sector projects. The current portfolio of the Company comprises of four operational assets into Power, Ports and Road and six projects under different stages of development with majorly into Road projects. The Company's projects are spread across seven states in India.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	9MFY24 (UA)
Total operating income	6.04	5.81	15.53
PBILDT	0.70	0.15	-8.99
PAT	-556.75	-1279.40	-16.51
Overall gearing (times)	4.03	-1.25	NA
Interest coverage (times)	10.03	0.02	-1.33

A: Audited; UA: Unaudited (As published on BSE); NA: Not Available; Note: 'the above results are latest financial results available'.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Disclosure of Interest of Independent/Non-Executive Directors of CARE: Not applicable

Disclosure of Interest of Managing Director & CEO: Not applicable

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

Covenants of the rated instruments/facilities: Not Applicable

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-Cash Credit	-	-	-	-	25.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee	-	-	-	-	35.00	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information.

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 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Cash Credit	LT	25.00	CARE D; ISSUER NOT COOPERATING*	-	-	1)CARE D; ISSUER NOT COOPERATING* (01-Mar-23)	1)CARE D; ISSUER NOT COOPERATING* (06-Dec-21)
2	Non-fund-based - ST-Bank Guarantee	ST	35.00	CARE D; ISSUER NOT COOPERATING*	-	-	1)CARE D; ISSUER NOT COOPERATING* (01-Mar-23)	1)CARE D; ISSUER NOT COOPERATING* (06-Dec-21)

*Issuer did not cooperate; based on best available information.

LT: Long term; ST: 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-Cash Credit	Simple
2	Non-fund-based - ST-Bank Guarantee	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

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About us:

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Disclaimer:

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