

Jharkhand Road Projects Implementation Company Limited

October 15, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Non Convertible Debentures	1,088.54 (Reduced from 1,232.44)	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 and key rating drivers

CARE Ratings Ltd. had, vide its press release dated April 04, 2019, placed the rating(s) of Jharkhand Road Projects Implementation Company Limited (JRPICL) under the 'issuer non-cooperating' category as JRPICL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. JRPICL continues to be non-cooperative despite repeated requests for submission of information through phone calls and emails dated between September 01, 2024 and October 10, 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 rating factors in stretched liquidity profile due to delay in receipt of annuities resulting in cashflow mismatch and thereby adversely impacting the debt servicing capability of the company.

Analytical approach: Standalone

Outlook: Not applicable

Detailed description of key rating drivers:

At the time of last rating on October 17, 2023, the following were the rating weaknesses (updated for the information available from stock exchange)

Key weaknesses

Stretched liquidity profile

The company witnessed stretched liquidity due to non-receipt of annuities from The Govt. of Jharkhand. JRPICL received arrear annuities amounting to ~Rs.358 crore during March 2023. However, there has been no annuity receipt since April 2023 which has resulted in continued cashflow mismatch and hence delays in debt servicing.

Delay in Major Maintenance (MM) and exposure to O&M/MM risk

JRPICL has completed ~65% of total MM works; while work on the remaining two stretches has been delayed on account of non-availability of funds. Successful completion of the entire MM due is dependent on receipt of annuities from the authority. Delay in MM activity may lead to levying of any damages in the form of reduced annuity from the Authority.

Liquidity: Not applicable

Assumptions/Covenants: Not applicable

Environment, social, and governance (ESG) risks: Not applicable

Applicable criteria

[Policy in respect of non-cooperation by issuers](#)

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)
[Financial Ratios – Non financial Sector](#)
[Road Assets-Annuity](#)
[Infrastructure Sector Ratings](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Services	Services	Transport Infrastructure	Road Assets–Toll, Annuity, Hybrid-Annuity

The Government of Jharkhand (GoJ) has conceptualized a comprehensive programme titled the Jharkhand Accelerated Road Development Programme (JARDP) to improve road infrastructure in the state through Public Private Partnership framework. IL&FS won the bid and a Programme Development Agreement (PDA) was signed between GoJ and IL&FS Group for the improvement of 1500 km lane of selected project road corridors. Certain road stretches had been selected for development under this programme. The programme was being implemented under an SPV named Jharkhand Accelerated Road Development Company Limited (JARDCL), a JV between IL&FS group and GoJ with shareholding pattern in ratio of 74:26 respectively.

In terms of the PDA, the GoJ and IL&FS group may take up the financing, construction, operation and maintenance of the roads either through JARDCL or through separate SPV's incorporated by GoJ and/or IL&FS. Accordingly, IL&FS group incorporated JRPICL for undertaking the design, engineering, financing, procurement, construction, operation and maintenance of the programme, on Build, Operate & Transfer (BOT) Annuity Basis. The promoters of JRPICL are ITNL (93.43%) and IL&FS (6.57%). Separate Concession Agreements (CAs) have been signed between the GoJ (annuity provider), JARDCL (JV partner of GoJ for road development) and JRPICL (as concessionaire) for implementation of the projects in phases. JRPICL has implemented five different stretches of roads under JARDP. All the projects are implemented in one balance-sheet though they have separate escrow arrangement and concession agreement for individual project lenders.

Brief Financials (₹ crore)	March 31, 2023 (A)	March 31, 2024 (A)	Q1FY25 (Prov.)
Total operating income	331	344	76
PBILDT	269	254	87
PAT	18	-87	15
Overall gearing (times)	NM	NM	NM
Interest coverage (times)	1.68	1.73	2.41

A: Audited; Prov.: Provisional; NM: Not Meaningful; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Non-Convertible Debentures	INE746N07929	05-May-17	8.40	22-01-2029	6.50	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07945	05-May-17	8.40	22-01-2029	6.06	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07960	05-May-17	8.40	22-01-2029	7.01	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07994	05-May-17	8.40	22-01-2029	6.91	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07AA0	05-May-17	8.40	20-01-2029	6.75	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07AB8	05-May-17	8.40	20-01-2029	6.64	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07275	05-May-17	8.40	20-07-2023	8.11	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07283	05-May-17	8.40	20-10-2023	7.58	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07291	05-May-17	8.40	20-01-2024	7.65	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07309	05-May-17	8.40	20-04-2024	7.69	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07317	05-May-17	8.40	20-07-2024	6.95	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07325	05-May-17	8.40	20-10-2024	6.37	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07333	05-May-17	8.40	20-01-2025	7.48	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07341	05-May-17	8.40	20-04-2025	7.68	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07358	05-May-17	8.40	20-07-2025	8.16	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07366	05-May-17	8.40	20-10-2025	7.34	CARE D; ISSUER NOT COOPERATING*

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Non-Convertible Debentures	INE746N07374	05-May-17	8.40	20-01-2026	7.97	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07382	05-May-17	8.40	20-04-2026	5.06	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07390	05-May-17	8.40	20-07-2026	9.86	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07408	05-May-17	8.40	20-10-2026	9.72	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07416	05-May-17	8.40	20-01-2027	9.50	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07424	05-May-17	8.40	20-07-2027	10.57	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07432	05-May-17	8.40	20-01-2028	11.52	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07440	05-May-17	8.40	20-07-2028	11.52	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07457	05-May-17	8.40	20-01-2029	6.89	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07937	05-May-17	8.40	22-01-2029	18.62	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07952	05-May-17	8.40	22-01-2029	17.39	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07978	05-May-17	8.40	22-01-2029	20.12	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07986	05-May-17	8.40	22-01-2029	19.84	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07AC6	05-May-17	8.40	20-01-2029	19.37	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07AD4	05-May-17	8.40	20-01-2029	19.04	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07697	05-May-17	8.40	20-07-2023	23.24	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07705	05-May-17	8.40	20-10-2023	21.74	CARE D; ISSUER NOT COOPERATING*

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 and Rating Outlook
Non-Convertible Debentures	INE746N07713	05-May-17	8.40	20-01-2024	21.94	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07721	05-May-17	8.40	20-04-2024	22.03	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07739	05-May-17	8.40	20-07-2024	19.91	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07747	05-May-17	8.40	20-10-2024	18.27	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07754	05-May-17	8.40	20-01-2025	21.44	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07762	05-May-17	8.40	20-04-2025	22.02	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07770	05-May-17	8.40	20-07-2025	23.42	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07788	05-May-17	8.40	20-10-2025	21.06	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07796	05-May-17	8.40	20-01-2026	22.85	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07804	05-May-17	8.40	20-04-2026	14.51	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07812	05-May-17	8.40	20-07-2026	28.29	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07820	05-May-17	8.40	20-10-2026	27.87	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07838	05-May-17	8.40	20-01-2027	27.26	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07846	05-May-17	8.40	20-07-2027	30.34	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07853	05-May-17	8.40	20-01-2028	33.04	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07861	05-May-17	8.40	20-07-2028	33.04	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07879	05-May-17	8.40	20-01-2029	19.71	CARE D; ISSUER NOT COOPERATING*

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 and Rating Outlook
Non-Convertible Debentures	INE746N07010	05-May-17	8.40	20-07-2027	83.95	CARE D; ISSUER NOT COOPERATING*
Non-Convertible Debentures	INE746N07028	05-May-17	8.40	20-07-2027	240.74	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information; ISINs INE746N07242, INE746N07259, INE746N07267, INE746N07663, INE746N07671 and INE746N07689 have been redeemed

Annexure-2: Rating history for 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	Debentures-Non Convertible Debentures	LT	1088.54	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (17-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (20-Oct-22)	1)CARE D; ISSUER NOT COOPERATING* (25-Oct-21)

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

LT: Long term

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

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Debentures-Non Convertible Debentures	Simple

Annexure-5: Lender details

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

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

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About us:

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