

## Rating Rationale

### Brickwork Ratings revises/assigns rating of 'BWR B+' with stable outlook for Bank Loan facilities revised from ₹ 70.00 Cr to ₹ 77.90 Cr of Aryavrat Tollways Private Limited

Brickwork Ratings has reviewed the **Ratings<sup>1</sup>** for Bank Loan facilities aggregating Rs.77.90 Cr of Aryavrat Tollways Private Limited ("ATPL" or "the Company") as follows:

Facility	Previous Amount (Rs CRs)	Present Amount (Rs Crs)	Previous Rating	Present Rating
Term Loan Fund Based	47.00	<b>47.00</b>	BWR BB+ (Pronounced BWR Double B Plus) Outlook-Stable	<b>Revised at BWR B+ (Pronounced BWR Single B Plus) Outlook-Stable</b>
WC DL Fund Based	-	<b>7.90</b>	Na	<b>Assigns: BWR B+ (Pronounced BWR Single B Plus) Outlook-Stable</b>
Term Loan Fund Based	18.75	<b>18.75</b>	BWR BB+ (Pronounced BWR Double B Plus) Outlook-Stable	<b>Revised at BWR B+ (Pronounced BWR Single B Plus) Outlook-Stable</b>
Term Loan Fund Based	4.25	<b>4.25</b>	BWR BB+ (Pronounced BWR Double B Plus) Outlook-Stable	<b>Revised at BWR B+ (Pronounced BWR Single B Plus) Outlook-Stable</b>
<b>Total</b>	<b>70.00</b>	<b>77.90</b>	<b>(INR Seventy Seven Crores and Ninety Lakhs Only)</b>	

Na: Not available

BWR has essentially relied upon the audited financials of FY15 and provisional financials for FY16 & Projections for FY17, FY18 of Aryavrat Tollways Private Limited, publicly available information and information/clarification provided by the Company's management.

The rating continues to factor in the technical support received from M/s Valecha Engineering Limited. The Toll collections from both the tolls have started, current toll collection (average) is Rs 3,374,650 per month. However the rating continues to be constrained on timely completion of the project and only 75% of actual toll is been collected till final COD is achieved, this situation of short toll collection (viz. only 75% of the envisaged) was not anticipated earlier & therefore this has resulted into losses and deterioration of the financial risk profile of the company.

<sup>1</sup> Please refer to [www.brickworkratings.com](http://www.brickworkratings.com) for definition of the Ratings

### Financial Performance:

The company has achieved the sales turnover of ~₹9.59 crores with net loss of ₹1.58 Crores in FY16 provisional figures, the losses are incurred as only 75% of actual toll is been collected till final COD is achieved. Adverse financial risk profile of the company marked by ISCR of 0.59X and DSCR of 0.17X in FY16 provisional financials. The tangible net worth of the company stood at Rs. 42.57 Crs in FY16 provisional financials.

### Rating Outlook:

The outlook of the company is expected to be stable over the current year. Going forward, improvement in debt protection metrics and liquidity profile of the company along with timely completion of the project within overall estimated cost shall be the key rating sensitivities.

<b>Analyst Contact</b>	<b>Relationship Contact</b>
<a href="mailto:analyst@brickworkratings.com">analyst@brickworkratings.com</a>	<a href="mailto:bd@brickworkratings.com">bd@brickworkratings.com</a>
<b>Phone</b>	<b>Media Contact</b>
<b>1-860-425-2742</b>	<a href="mailto:media@brickworkratings.com">media@brickworkratings.com</a>

**Disclaimer:** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.