

## RATING RATIONALE

30 June 2020

### *TD Toll Road Pvt. Ltd. (TDTRPL)*

**Brickwork Ratings reaffirms the rating for the Bank Loan Facilities of aggregating to Rs.272.00 Crs of TD Toll Road Pvt. Ltd. (TDTRL) based on best available information, as the issuer did not cooperate.**

#### Particulars

Facilities/ Instrument**	Amount (Rs. Crs)		Tenure	Rating*	
	Previous	Present		Previous (May 2019)	Present
<b>Fund Based – Term Loans</b>	272.00	272.00	<b>Long Term</b>	<b>BWR D 'Issuer Not Cooperating'</b>	<b>BWR D 'Issuer Not Cooperating' (Reaffirmed)</b>
<b>Total</b>	<b>272.00</b>	<b>272.00</b>	<b>Rs. Two Hundred Seventy-Two Crores Only</b>		

^Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\* Issuer did not cooperate, based on best available information.

\*\* Details of Bank Loan facilities/NCD/Bonds/Commercial Paper is provided in Annexures-I

#### **RATING ACTION / OUTLOOK/ NATURE OF NON-COOPERATION**

The rating was due for a review in May 2020, BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company has not provided the same. In the absence of adequate information from the issuer/Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. The company has not provided any information to perform the review of the rating. Hence, on account of inadequate information, lack of management cooperation and taking into account available information in public domain, Brickwork Ratings has reaffirmed the rating of the said bank loan facilities at **BWR D continue with 'ISSUER NOT COOPERATING' category.**

#### **LIMITATIONS OF THE RATING**

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity

arising from its non-transparency and withholding of information required for a review of the rating.

### COMPANY/COUNCIL PROFILE

TDTRPL was incorporated in March 2007 as a wholly owned subsidiary of R Infra (BWR D; INC) to implement the project for strengthening and widening the existing 2-lane stretch of NH 45 from Trichy to Dindigul to 4- lane. The project has been awarded by NHAI on BOT basis with a concession period of 30 years commencing from January 15, 2008. The total length of the project stretch is 88.273 kms and it serves as a main connecting corridor for the Southern Districts of Tamil Nadu with Chennai. The project road meets NH-67 at Trichy which connects western and eastern regions of Tamil Nadu and passes through cities like Coimbatore, Thanjavur etc. The company's debt repayment period was elongated for 14 years commencing from 2012, instead of 12.5 years (as per the original schedule).

### KEY FINANCIAL INDICATORS (in INR Crs) (As available with BWR)

The Company has achieved Rs.31.70 Crs of operating revenue in FY18, as against Rs.33.15 Crs in FY17, due to decline in the toll collections. The company continue to incur loss of Rs.12.56 Crs in FY18 which has reduced compared to the loss of Rs.13.14 Crs incurred in FY17, mainly due to high borrowing cost. RInfra has infused further funds in the form of subordinate debt which has increased from Rs.15.25 Crs as on FY17 to Rs.32.95 Crs as on FY18 and total debt was at Rs.267.42 Crs as on FY18 after repayment of Rs.16.12 Crs during FY18. The Company's TNW increased to Rs.77.61 Crs, due to promoters' sub debt being considered as quasi equity.

### FINANCIAL INDICATORS – ISSUER

Key Parameters	Units	FY17	FY18
Result Type		Audited	Audited
Operating Income	Rs. Crs	33.15	31.70
EBITDA	Rs. Crs	16.19	16.83
PAT	Rs. Crs	-13.14	-12.56
Tangible Net-worth	Rs. Crs	72.56	77.61
D: E Ratio	Times	3.91	3.45
Current Ratio	Times	0.11	0.19

### KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED

The terms of the sanction of loans from all banks and financial institutions include standard covenants normally stipulated for such facilities by Banks/FIs.

### NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

**RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]**

S. No.	Instrument	Current Rating			Rating History					
		Type (Long Term/ Short Term)	Amount Outstanding (Rs. Crs)	Rating	2019		2018		2017	
					Date	Rating	Date	Rating	Date	Rating
1.	Fund Based – Term Loan	Long Term	272.00	BWR D ‘Issuer Not Cooperating’ (Reaffirmed)*	03 May 2019	BWR D ‘Issuer Not Cooperating’	09 Feb 2018	BWR BBB-(SO) (Stable)	NA	NA
					30 Mar 2019	BWR BB-(SO) (Stable) ‘Issuer Not Cooperating’				
	<b>Total</b>		<b>272.00</b>	<b>INR Two Hundred Seventy-Two Crores Only</b>						

\* Issuer did not cooperate, based on best available information.

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)

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**ANNEXURE I**  
**Details of Bank Facilities rated by BWR**

Sl. No.	Name of the Bank	Type of Facilities	Long Term (Rs. Crs)	Short Term (Rs. Crs)	Total (Rs. Crs)
1.	Canara Bank	TL	71.95	-	71.95
2.	IIFCL	TL	63.19	-	63.19
3.	Bank of India	TL	21.06	-	21.06
4.	Corporation Bank	TL	54.76	-	54.76
5.	Oriental Bank of Commerce	TL	26.96	-	26.96
6.	UCO Bank	TL	33.70	-	33.70
<b>TOTAL</b>					<b>271.62</b>

**Total INR Two Hundred Seventy-One Crores and Sixty-Two Lacs only.**

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**About Brickwork Ratings:** Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**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.