

Chongqing Yuhe Expressway Company Limited

Teaser



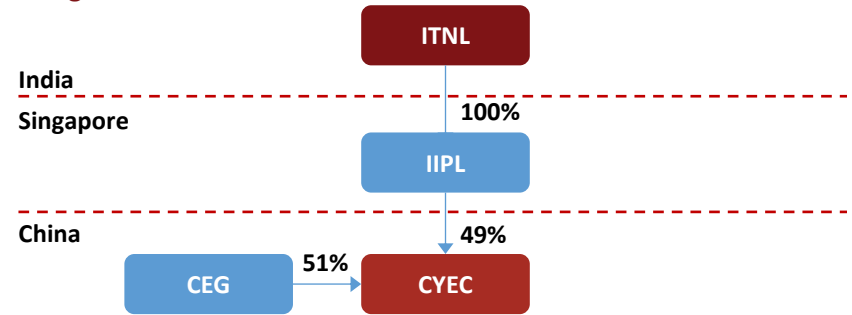
Transaction and asset overview

A mature concession with toll rights and guaranteed annual subsidies in China having remaining life of 13.5 years

Transaction and asset overview

- ITNL International Pte. Ltd. (“IPL” or “Seller”), a wholly owned subsidiary of IL&FS Transportation Networks Ltd. (“ITNL”) under the IL&FS Group, is seeking to divest its 49% significant minority equity stake in Chongqing Yuhe Expressway Company Limited (“CYEC”) located in Chongqing, China
- The remaining 51% is owned by local partner Chongqing Expressway Group (“CEG”), one of the largest state-owned enterprises in Chongqing with US\$25.0bn² in assets

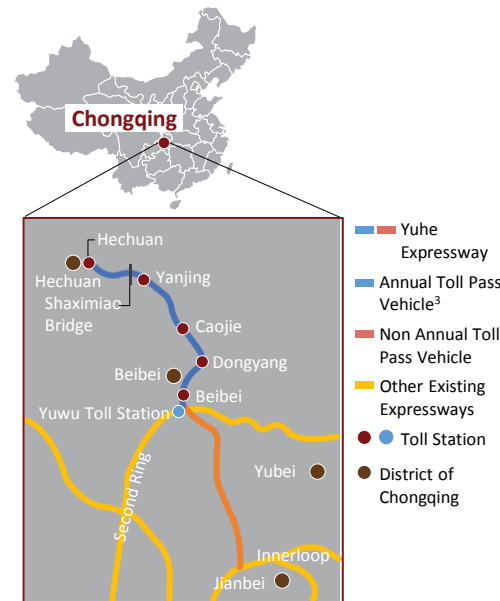
Holding structure



Key investment highlights



CYEC key project features



Key information

Concession	<ul style="list-style-type: none"> Commenced on 28 June 2002 Ending on 27 June 2032 30 year life, with 13.5 years remaining
Project cost	<ul style="list-style-type: none"> RMB3.4bn
Length	<ul style="list-style-type: none"> 58.72km, starting from Inner Ring Road, Yubei District and ending in Hechuan County
Carriage-way	<ul style="list-style-type: none"> 2x2 with hard width shoulders
Structures	<ul style="list-style-type: none"> Bridges: 55 (8 km) Tunnels: 5 (7.2 km) Interchanges: 2 Service areas: 2 Toll stations: 5 + 1

Source: Company information

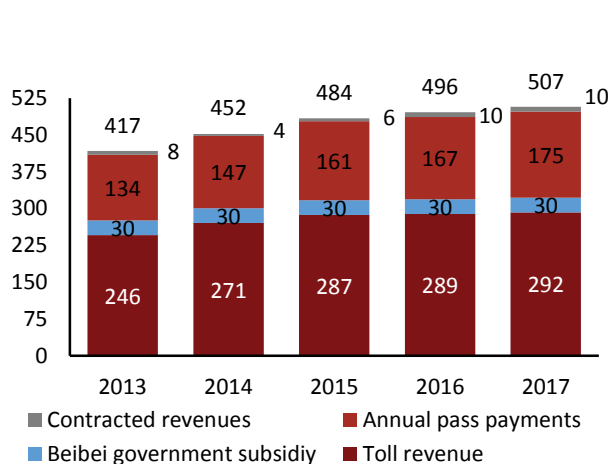
Notes:

- Remaining life as of 31 December 2018
- As of 31 December 2017, converted from RMB to USD by USD1 = RMB6.85
- No toll charges are imposed except on non-annual pass holding passenger vehicles

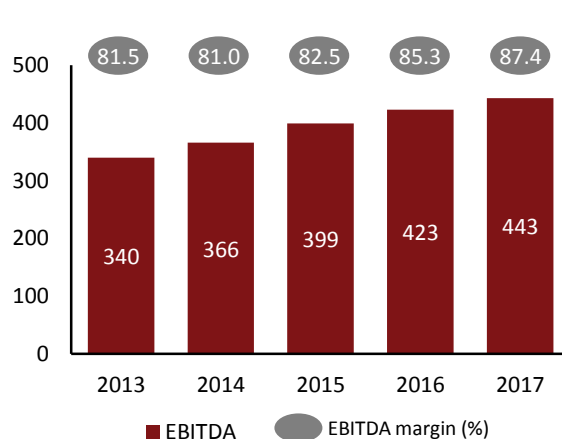
Financial overview

Proven track record of profit growth and improving gross leverage

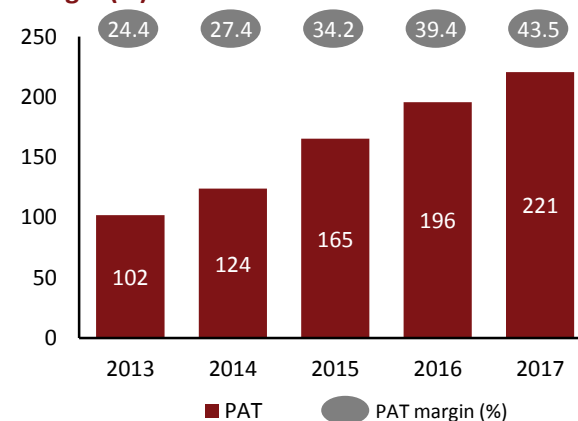
Total revenues (RMB million)



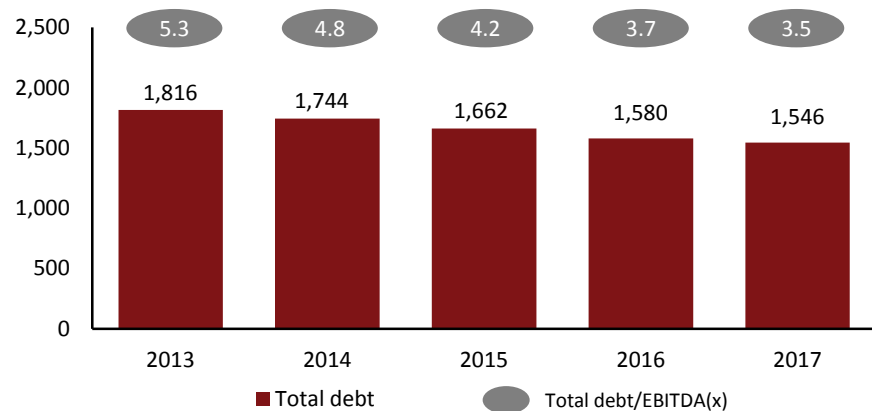
EBITDA (RMB million) and EBITDA margin (%)



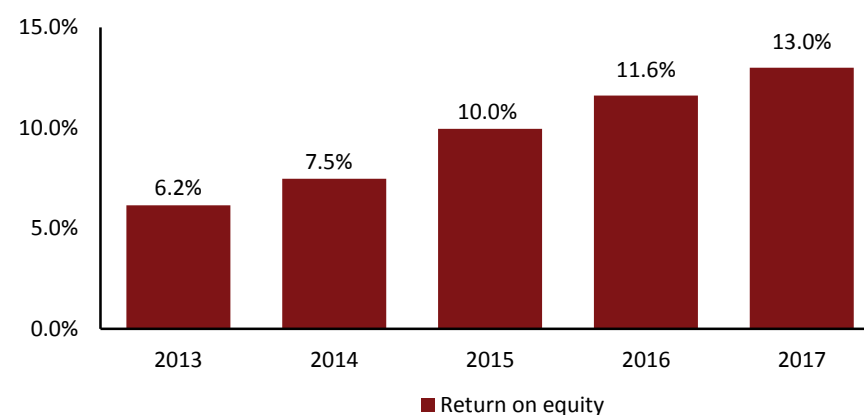
Profit after tax (PAT) (RMB million) and PAT margin (%)



Total debt (RMB million) and gross leverage (x)



Return on equity (%)



Source: Company information

Notes:

1. Financials refer to CYEC and refer to year ended 31 December
2. Return on equity is calculated based on profit after tax for the year divided by the average total equity amounts as of the beginning and the end of the year

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