



# Baleshwar Kharagpur Expressway Limited

Investment Teaser

January 2024



# Company and Investment Overview

## Company Overview

- Baleshwar Kharagpur Expressway Limited ("the Project", "BKEL") is a special purpose vehicle ("SPV") incorporated in 2012 by IL&FS Transportation Networks Limited ("ITNL").
- IL&FS is the majority (73.2%) shareholder of ITNL.
- The Project is an operational four lane highway from Baleshwar to Kharagpur Section of NH-60 connecting the State of Odisha and West Bengal.
- The Project forms part of the Golden Quadrilateral and provides connectivity between Chennai and Kolkata.

## Shareholding Pattern

Shareholder	Holding %
IL&FS Transportation Networks Limited	100 %

## Proposed Transaction

ITNL is looking to exit from the asset by divesting its 100% equity stake held in the SPV.

## Key Investment Highlights

100% acquisition of an operational toll road asset connecting Odisha and West Bengal

Strategically connecting Southern and Eastern India covering states of Tamil Nadu, Andhra Pradesh and West Bengal

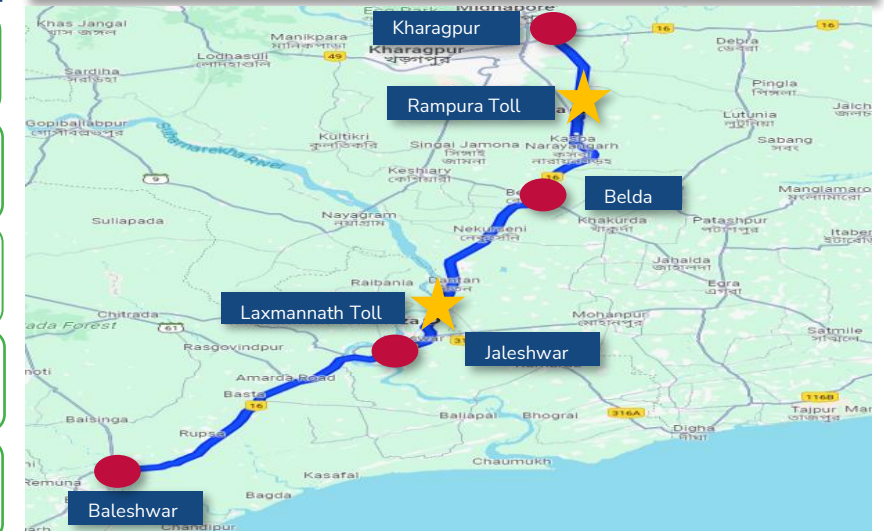
Road stretch has shown healthy traffic growth with avg. daily toll collection of ~INR 30 lacs in YTD FY24

Long residual concession life of ~14 years

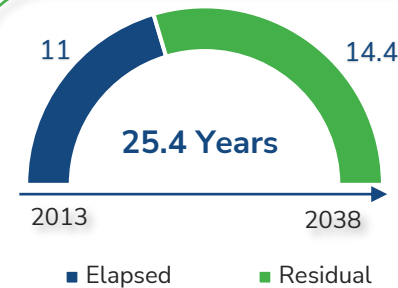
The SPV can avail 80 IA tax holiday for 10 consecutive years during concession period

<b>Project Type</b>	<b>Authority</b>	<b>Project Cost (INR)</b>
BOT Toll	NHAI	726 crores
<b>Appointment Date</b>	<b>Length</b>	
1 <sup>st</sup> January 2013 <sup>1</sup>	~119 Kms	~477 lane Kms
<b>Average Daily Toll Collection</b>	<b>O&amp;M Contractor</b>	<b>Number of Toll Plazas</b>
~INR 30 lacs	EMSL <sup>2</sup>	2

## Project Location



## Concession Agreement



- Concession period is inclusive of 2.5 years of construction period and ends in May 2038.
- Annual premium of INR 35 Cr from FY 13 is payable (monthly) to NHAI with escalation of 5% every year.

<sup>1</sup>Toll collection commenced from Appointment Date

<sup>2</sup> Elsamex Maintenance Services Limited

# Financial Overview

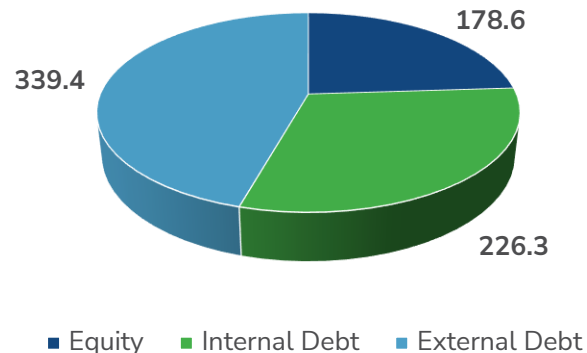
## Financial Performance

INR Cr.	FY21	FY22	FY23
Revenue from Operations	92.8	101.1	110.4
Other Income	1.6	2.1	6.4
O&M Expense	19.8	20.8	23.0
MMR (Provision)	2.4	10.4	19.8
Adjusted EBITDA	68.4	69.5	69.0
Adj EBITDA %	73.7%	68.7%	63.0%
Cash and cash equivalents	58.6	199.1	133.7

- NHA1 premium o/s is INR 317.6 crores (Incl. deferred premium), of which premium due as on Dec'23 is INR 178.0 crores pending application before NCLAT.
- In FY 2021, EBITDA margins were impacted due to reversal of impairment on intangible assets and modification gain on financial instrument total amounting to ~INR 362 crores.

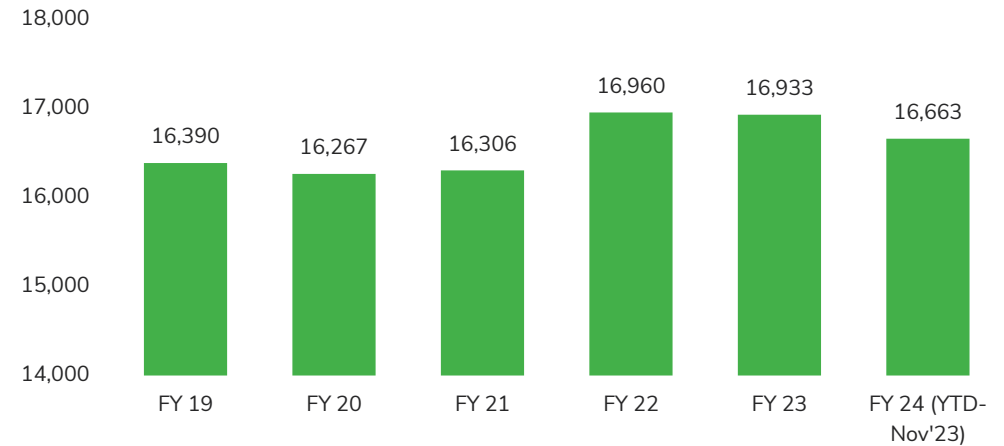
## Capital Structure (INR crores)

As of September 2023

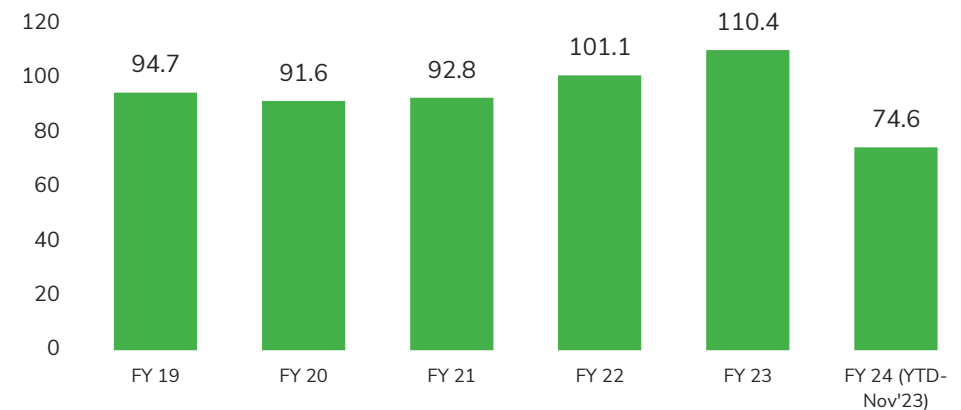


- BKEL has submitted a debt restructuring proposal which is pending with lenders.
- BKEL is under moratorium since Oct'18 as per NCLAT's direction.

## Average Daily PCU



## Toll Revenue (INR crores)





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**For more information,  
please contact:**



**Aviral Jain**

Managing Director

+91 99100 21127

[Aviral.Jain@kroll.com](mailto:Aviral.Jain@kroll.com)



**Shivang Pandeya**

Vice President

+91 999987 74296

[Shivang.Pandeya@kroll.com](mailto:Shivang.Pandeya@kroll.com)

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