

May 4, 2010

**CARE REAFFIRMS RATINGS TO THE BANK FACILITIES OF
INDIRA CONTAINER TERMINAL PRIVATE LIMITED**

CARE has reaffirmed a '**CARE BBB-**' (**Triple B Minus**) rating to the Long-term Bank Facilities of Indira Container Terminal Private Limited (ICTPL). This rating is applicable for facilities having tenure of over one year. Facilities with this rating are considered to offer moderate safety for timely servicing of debt obligations. Such facilities carry moderate credit risk. Also, CARE has reaffirmed a '**PR3**' (**PR Three**) rating to the Short-term Bank Facilities of ICTPL. This rating is applicable for facilities having tenure up to one year. Facilities with this rating would have moderate capacity for timely repayment of short-term debt obligations at the time of rating and carry higher credit risk as compared to facilities rated higher. CARE assigns '+' or '-' signs to be shown after the assigned rating (wherever necessary) to indicate the relative position within the band covered by the rating symbol.

Bank Facilities	Amount (Rs. crore)	Rating
Long-term Bank Facilities	812.53	'CARE BBB-'
Short-term Bank Facilities*	250.80	'PR3'
Total	812.53	

* short-term facilities are a sub-limit of long-term facilities aggregating Rs.812.53 crore

Rating Rationale

The ratings continue to derive strength from the strong promoter group, ICTPL's experienced management, financial tie-up, possession of critical approvals including environmental clearances and the undertaking from the promoters for meeting cost overruns. The ratings are, however, constrained by drop in container traffic movement, delay in dredging activity, landfill activities and development of container evacuation facilities for which ICTPL is dependant on Mumbai Port Trust (MbPT). ICTPL's ability to successfully re-negotiate the terms of the License Agreement (LA) with MbPT and the bankers, achieving the envisaged throughput and the risks associated with the timely completion of the project are the key rating sensitivities.

Company Profile

ICTPL was set up to develop, operate and maintain an Offshore Container Terminal, on a Build, Operate & Transfer basis for a period of thirty years. Besides, it is operating and maintaining an existing container terminal at MbPT at its Ballard Pier Station (BPS), for a period of five years commencing from December 3, 2007. As on January 31, 2010, out of the total project cost of Rs.1,016 crore, (being funded in a debt-equity ratio of 4:1), ICTPL had incurred total expenditure of Rs.155 crore. The said expenditure is financed by way of promoter contribution and income from operations of Rs.111 crore and loan of Rs.44 crore.

ICTPL commenced BPS operations in FY09 and posted total income of about Rs.3.78 crore with loss of about Rs.7 crore. Further, in 9MFY10, ICTPL posted total income of Rs.4.80 crore and incurred a loss of Rs.3.28 crore.

Analyst Contact

Name: Mr. Mahendra Patil

Tel # 022 6754 3443

Mobile # 9920145989

Email: mahendra.patil@careratings.com

CARE classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries /regulators or others are welcome to write to care@careratings.com for any clarifications.

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

CARE is headquartered in Mumbai, with Offices all over India. The office addresses and contact numbers are given below:

HEAD OFFICE: MUMBAI

Mr. D.R. Dogra

Managing Director

Cell : +91-98204 16002

E-mail : dr.dogra@careratings.com

Mr. Rajesh Mokashi

Dy. Managing Director

Cell : +91-98204 16001

E-mail: rajesh.mokashi@careratings.com

Mr. Ankur Sachdeva

Head - Business Development

Cell : +91-9819698985

E-mail: ankur.sachdeva@careratings.com

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), **Mumbai 400 022** Tel.: (022) 67543456 Fax: (022) 67543457

Website: www.careratings.com

OFFICES

<p>Mr.Mehul Pandya Regional Manager 32 TITANIUM Pralhadnagar Corporate Road, Satellite, Ahmedabad - 380 015. Tel – 079 4026 5656 Mobile - 98242 56265 E-mail: mehul.pandya@careratings.com</p>	<p>Mr.Sundara Vathanan Regional Manager Unit No. 8, I floor, Commander's Place No. 6, Raja Ram Mohan Roy Road, Richmond Circle, Bangalore - 560 025. Tel – 080 2211 7140 Mobile – 98803 60878 E-mail: sundara.vathanan@careratings.com</p>
<p>Mr.Ashwini Jani Regional Manager Unit No. O-509/C, Spencer Plaza, 5th Floor, No. 769, Anna Salai, Chennai 600 002 Tel: 044 2849 7812/2849 0811 Mobile – 91766 47599 E-mail : ashwini.jani@careratings.com</p>	<p>Mr. Rahul Patni Regional Manager 401, Ashoka Scintilla 3-6-520, Himayat Nagar Hyderabad - 500 029 Tel – 040 _40102030 Mobile – 91600 04563 E-mail: rahul.patni@careratings.com</p>
<p>Mr. Sukanta Nag Regional Manager 3rd Floor, Prasad Chambers (Shagun Mall Building) 10A, Shakespeare Sarani Kolkata - 700 071. Tel – 033 2283 1800/1803 Mobile – 98311 70075 E- mail: sukanta.nag@careratings.com</p>	<p>Ms.Swati Agrawal Regional Manager 710 Surya Kiran, 19 K.G. Road, New Delhi - 110 001. Tel – 011 2331 8701/2371 6199 Mobile – 98117 45677 E-mail : swati.agrawal@careratings.com</p>