

Press Release

Ratilal Bhagwandas Construction Company Private Limited

November 19, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 35.00 Cr.#
Long Term Rating	ACUITE BBB+ Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuite has reviewed long-term rating of '**ACUITE BBB+** (read as ACUITE triple B plus) on the Rs. 35.00 crore bank facilities of Ratilal Bhagwandas Construction Company Private Limited (RBCCPL). This rating is now an indicative rating and is based on best available information

Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities-<https://www.acuite.in/view-rating-criteria-14.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

RBCCPL, incorporated in 1991 by Mr. Nitin Karia, is a Pune-based construction company that undertakes civil construction contracts for private entities.

About the Rated Entity - Key Financials

	Unit	FY16 (Actual)	FY15 (Actual)	FY14 (Actual)
Operating Income	Rs. Cr.	71.91	78.10	84.28
EBITDA	Rs. Cr.	3.09	3.67	5.78
PAT	Rs. Cr.	5.86	6.32	4.37
EBITDA Margin	(%)	4.29	4.70	6.86
PAT Margin	(%)	8.15	8.09	5.18
ROCE	(%)	31.47	31.04	34.74
Total Debt/Tangible Net Worth	Times	0.00	0.00	0.01
PBDIT/Interest	Times	12.84	38.84	27.29
Total Debt/PBDIT	Times	-	0.01	0.04
Gross Current Assets (Days)	Days	144	93	34

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
18-Sep-2017	Bank Guarantee	Long term	27.00	ACUITE BBB+/Stable (indicative)
	Letter of Credit	Long term	1.00	ACUITE BBB+/Stable (indicative)
	Bank Guarantee (Proposed)	Long term	7.00	ACUITE BBB+/Stable (indicative)
06-June-2016	Bank Guarantee	Long term	27.00	ACUITE BBB+/Stable (Reaffirmed)
	Letter of Credit	Long term	1.00	ACUITE BBB+/Stable (Reaffirmed)
	Bank Guarantee (Proposed)	Long term	7.00	ACUITE BBB+/Stable (Reaffirmed)
31-July-2015	Bank Guarantee	Long term	22.00	ACUITE BBB+/Stable (Reaffirmed)
	Letter of Credit	Long term	1.00	ACUITE BBB+/Stable (Reaffirmed)
	Bank Guarantee (Proposed)	Long term	2.00	ACUITE BBB+/Stable (Reaffirmed)
04-Dec-2014	Bank Guarantee	Long term	17.00	ACUITE A2 (Withdrawn)
	Letter of Credit	Long term	1.00	ACUITE A2 (Withdrawn)
	Bank Guarantee (Proposed)	Long term	7.00	ACUITE A2 (Withdrawn)
	Bank Guarantee	Short Term	17.00	ACUITE BBB+/Stable (Withdrawal)
	Letter of Credit	Short Term	1.00	ACUITE BBB+/Stable (Withdrawal)
	Bank Guarantee (Proposed)	Short Term	7.00	ACUITE BBB+/Stable (Withdrawal)

03-Sep-2014	Bank Guarantee	Short Term	17.00	ACUITE A2 (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Assigned)
	Bank Guarantee (Proposed)	Short Term	7.00	ACUITE A2 (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	27.00	ACUITE BBB+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BBB+ Issuer not co-operating
Bank Guarantee (Proposed)	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BBB+ Issuer not co-operating

*The issuer did not co-operate; based on best available information.

Contacts

Analytical	Rating Desk
Pooja Ghosh Head–Corporate and Infrastructure Sector Rating's Tel: 033 6620 1203 pooja.ghosh@acuite.in Abhishek dey Analyst - Rating Operations Tel: 33 6620 1212 Abhishek.dey@acuite.ratings.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in

About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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