

Ekdant Buildtech Private Limited (Buildtech)

**Rating
Rationale**

January 07, 2015

Facilities	Amount (Rs. Crore)	Rating
Cash Credit	25.00	SMERA D (Assigned)
Bank Guarantee	1.00	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D** (read as **SMERA D**) to the Rs.26.00 crore bank facilities of Ekdant Buildtech Private Limited (Buildtech). The rating reflects delays in servicing of debt by the company. The rating also reflects the company's short track record of operations in an intensely competitive segment of the real estate industry. The rating factors in risks associated with delays in project execution by the company.

About the company

Buildtech, incorporated on March 14, 2011, is a Noida-based company promoted by Mr. Ram Singh and Mr. Dinesh Kumar Singhal. Buildtech is a part of the Ekdant Group. The company was established to take over the running business of 'Ekdant Construction' (a partnership firm owned by Buildtech's promoters). Buildtech undertakes civil construction work in the National Capital Region (NCR).

For FY2013–14 (refers to financial year, April 01 to March 31), Buildtech reported profit after tax (PAT) of Rs.1.13 crore (provisional) on operating income of Rs.51.51 crore (provisional), as compared with net loss of Rs.0.86 crore on operating income of Rs.8.50 crore in FY2012–13. The company's net worth stood at Rs.2.36 crore (provisional) as on March 31, 2014, as compared with negative net worth of Rs.0.76 crore a year earlier.

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