

Press Release

Ekdant Infrabuild Private Limited (EIPL)

30 October, 2017

Rating Reaffirmed



Total Bank Facilities Rated	Rs. 25.00 crore
Long Term Rating	SMERA D (Reaffirmed)

SMERA has reaffirmed the long-term rating of '**SMERA D**' (read as **SMERA D**) on the Rs. 25.00 crore bank facility of Ekdant Infrabuild Private Limited (EIPL).

EIPL, part of Ekdant Group, was incorporated in April 2011. The company, promoted by Mr. Raveesh Vats and Mr. Mayank Singhal, is engaged in the civil construction business (primarily real estate projects) in the National Capital Region. Commercial operations commenced from January 2012.

List of key rating drivers and their detailed description:

Strengths

Experienced management: The promoters have experience of almost two decades in the industry.

Weaknesses

Stretched liquidity profile: The company has stretched liquidity profile with delays in debt servicing of working capital facilities.

Analytical approach: SMERA has considered the standalone business and financial risk profiles of EIPL to arrive at this rating.

Applicable Criteria

- Infrastructure – <https://www.smera.in/criteria-infra.htm>
- Application of Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin ratios.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>

About the rated entity – Key financials

For FY2013-14 EIPL reported profit after tax (PAT) of Rs. 0.14 crore on operating income of Rs.12.68 crore as compared to net loss of Rs.1.44 crore on operating income of Rs. 13.41 crore for FY2012-13.

Status of non-cooperation with previous CRA (if applicable): Not Applicable

Any other information: Not Applicable

Rating history (last three years):

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
08-March-2016	Cash Credit	Long Term	25.00	SMERA D (Reaffirmed)
07-Jan-2015	Cash Credit	Long Term	25.00	SMERA D (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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	SMERA D (Reaffirmed)

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head – Ratings Operations Tel: +91-22-6714 1190 Email: vinayak.nayak@smera.in Namita Palve, Rating Analyst, Tel: +91-22-6714 1129 Email: namita.palve@smera.in	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in

ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.