

Press Release

SASI ROAD FINISHERS & ENGINEERING CONTRACTORS

February 14, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 7.10 Cr. #
Long Term Rating	ACUITE B+ Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed its long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) to the Rs. 7.10 crore bank facilities of Sasi Road Finishers and Engineers Contractors (SRFEC). This rating is now an indicative rating and is based on best available information.

SRFEC is a partnership firm established in 2006 by Mr. Sangeeth Kumar and Ms. Sasikala. The firm is registered as a Class I contractor with PWD, Tamil Nadu and is engaged in the construction of roads and buildings.

Non-cooperation by the issuer/borrower

Acuite 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 Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	16.39	24.49	10.90
EBITDA	Rs. Cr.	1.38	2.14	0.56
PAT	Rs. Cr.	0.68	1.54	0.43
EBITDA Margin	(%)	8.39	8.76	5.15
PAT Margin	(%)	4.14	6.27	3.91
ROCE (%)	(%)	19.83	30.64	12.70
Total Debt/Tangible Net Worth	Times	1.02	1.00	1.50
PBDIT/Interest	Times	2.78	3.92	2.29
Total Debt/PBDIT	Times	3.41	1.96	9.98
Gross Current Assets (Days)	Days	85	67	241

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

None

Any other information

Acuite 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
27-Dec-2017	Term Loan	Long Term	0.26	ACUITE B+ / Stable (Upgraded)
	Secured Overdraft	Long Term	4.00	ACUITE B+ / Stable (Upgraded)
	Bills Discounting	Long Term	0.50	ACUITE B+ / Stable (Upgraded)
	Working Capital Demand Loan	Long Term	2.00	ACUITE B+ / Stable (Upgraded)
	Bank Guarantee	Short Term	0.25	ACUITE A4 (Withdrawn)
	Proposed Bank Facility	Long Term	0.34	ACUITE B+ / Stable (Assigned)
27-Dec-2016	Term Loan	Long Term	0.35	ACUITE B / Stable (Reaffirmed)
	Secured Overdraft	Long Term	4.00	ACUITE B / Stable (Reaffirmed)
	Bills Discounting	Long Term	0.50	ACUITE B / Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	2.00	ACUITE B / Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.25	ACUITE A4 (Reaffirmed)
17-July-2015	Term Loan	Long Term	0.35	ACUITE B / Stable (Assigned)
	Secured Overdraft	Long Term	4.00	ACUITE B / Stable (Assigned)
	Bills Discounting	Long Term	0.50	ACUITE B / Stable (Assigned)
	Working Capital Demand Loan	Long Term	2.00	ACUITE B / Stable (Assigned)
	Bank Guarantee	Short Term	0.25	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.26	ACUITE B+ Issuer not co-operating*
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE B+ Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE B+ Issuer not co-operating*
Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.34	ACUITE B+ Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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