

Press Release

JASWANTSINGH OBEROI CONSTRUCTION PRIVATE LIMITED

June 07, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 25.25 Cr. #
Long Term Rating	ACUITE BB+ Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 25.25 crore bank facilities of JASWANTSINGH OBEROI CONSTRUCTION PRIVATE LIMITED (JOCPL). This rating is now an indicative rating and is based on best available information.

Established in 1975 as a proprietorship firm under the name 'Oberoi Constructions', JOCPL, a Maharashtra-based civil construction firm was converted into a private limited company in 1998. Promoted by Mr. Jaswant Singh Oberoi, Mr. Jagjitsingh Oberoi and Mrs. Harpreetkaur Oberoi, the company is a registered Class-I contractor. JOCPL constructs roads and bridges for government authorities such as Maharashtra Public Works Department (PWD), National Highway Authority of India (NHAI) and Maharashtra State Road Development Corporation (MSRDC). The company is able to maintain its top line and win tenders with an average success ratio of ~65 per cent to 70 per cent.

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>
- Entities in Infrastructure Sector- <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). 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	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	53.51	26.94	56.67
EBITDA	Rs. Cr.	6.17	3.99	5.10
PAT	Rs. Cr.	2.54	0.86	1.86
EBITDA Margin	(%)	11.53	14.82	9.00
PAT Margin	(%)	4.74	3.20	3.29
ROCE (%)	(%)	12.89	7.30	11.36
Total Debt/Tangible Net Worth	Times	0.44	0.54	0.40
PBDIT/Interest	Times	4.71	3.30	5.26

Total Debt/PBDIT	Times	1.80	2.93	1.78
Gross Current Assets (Days)	Days	116	180	69

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
02-Apr-2018	Cash Credit	Long Term	12.00	ACUITE BB+/Stable (Downgraded)
	Standby Line of Credit	Short Term	1.25	ACUITE A4+ (Downgraded)
	Bank guarantee	Short Term	7.00	ACUITE A4+ (Downgraded)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB+/Stable (Downgraded)
	Proposed Bank guarantee	Short Term	3.00	ACUITE A4+ (Downgraded)
24-Apr-2017	Cash Credit	Long Term	9.00 (enhanced from Rs.7.00 crore)	ACUITE BBB-/Stable (Reaffirmed)
	Term Loans	Long Term	1.53	ACUITE BBB-/Stable (Withdrawn)
	Standby Line of Credit	Short Term	1.25	ACUITE A3 (Reaffirmed)
	Bank guarantee	Short Term	6.00 (enhanced from Rs.5.00 crore)	ACUITE A3 (Reaffirmed)
	Proposed Cash Credit	Long Term	3.00	ACUITE BBB-/Stable (Reaffirmed)
	Proposed Bank guarantee	Short Term	1.00	ACUITE A3 (Reaffirmed)
18-Jan-2016	Cash Credit	Long Term	7.00	ACUITE BBB-/Stable (Assigned)
	Term Loans	Long Term	1.53	ACUITE BBB-/Stable (Assigned)
	Standby Line of Credit	Short Term	1.25	ACUITE A3 (Assigned)
	Bank guarantee	Short Term	5.00	ACUITE A3 (Assigned)
	Proposed Bank Facility	Long Term	3.22	ACUITE BBB-/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE A4+ Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB+ Issuer not co-operating*
Proposed Bank guarantee	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ Issuer not co-operating*

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

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About Acuité Ratings & Research:

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