

Press Release

PMA Construction Company

29 June, 2017

Rating Update



Total Instruments Rated*	Rs. 10.00 Cr. #
Long Term Rating	SMERA BB- Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of 'SMERA BB-' (read as SMERA BB minus) and short term rating of 'SMERA A4+' (read as 'SMERA A four plus') on the Rs. 10.00 crore bank facilities of Pma Construction Company. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA 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 SMERA's policies.

Applicable Criteria

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

About the Rated Entity

PMA Construction Company (PCC), established in 1999, is a Nagpur-based partnership firm, promoted by Mr. Subhash M. Agrawal and Mr. Ashok M. Agrawal. The firm is engaged in the construction, repairs, widening and improvement of roads for government bodies such as the Public Works Department, Maharashtra State Road Development Corporation, Nagpur Municipal Corporation among others.

For 2014-15, PCC reported net profit after tax (PAT) of Rs.0.61 crore on operating income of Rs.18.05 crore as against PAT of Rs.0.58 crore on operating income of Rs.18.19 crore for the previous year. The tangible net worth stood at Rs.5.47 crore in FY2014-15 as against Rs.4.75 crore in the previous year.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
12-Mar-2016	Cash Credit	Long Term	INR 4	SMERA BB- / Stable
	Proposed Cash Credit	Long Term	INR 1	SMERA BB- / Stable
	Proposed Term loan	Long Term	INR 1	SMERA BB- / Stable
	Bank Guarantee	Short Term	INR 1.5	SMERA A4+
	Proposed Bank Guarantee	Short Term	INR 2.5	SMERA A4+

#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	4.00	SMERA BB- Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	1.50	SMERA A4+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA BB- Issuer not co-operating*
Proposed Term loans	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA BB- Issuer not co-operating*
Proposed Bank guarantee	Not Applicable	Not Applicable	Not Applicable	2.50	SMERA A4+ Issuer not co-operating*

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

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ABOUT SMERA

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