

Press Release

CMM Infraprojects Limited (CMM)

22 August, 2017



Rating Update

Total Bank Facilities Rated*	Rs.130.00 Cr
Long Term Rating (Indicative)	SMERA BBB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A3 Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BBB-**' (read as **SMERA triple B minus**) and **short term rating of 'SMERA A3'** (read as **SMERA A three**) on the Rs.130.00 crore bank facilities of CMM Infraprojects Limited (CMM). 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 and undertakings 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: CMM Infraprojects Limited (CMM), incorporated in 2006, is an Indore based company that undertakes infrastructure projects and civil construction work for the governments of Madhya Pradesh, Orissa, Bihar among others. The promoter, Mr. Kishan Mundra, has around two decades of experience in the civil construction business.

For FY2014-15, CMM reported profit after tax (PAT) of Rs.1.93 crore on operating income of Rs.145.28 crore, compared with PAT of Rs.1.49 crore on operating income of Rs.98.15 crore in FY2013-14. The company's net worth stood at Rs.19.37 crore as on 31 March, 2015, compared with Rs.17.45 crore a year earlier.

Rating History:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
30 Mar, 16	Cash Credit	Long Term	25.00	SMERA BBB- / Stable (Assigned)
	Bank Guarantee*	Short Term	60.00	SMERA A3 (Assigned)
	Proposed Cash Credit	Long Term	5.00	SMERA BBB- / Stable (Assigned)
	Proposed Bank Guarantee	Short Term	40.00	SMERA A3 (Assigned)

**Letter of credit of Rs.6.00 crore (Sub limit of Bank Guarantee)*

***Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	25.00	SMERA BBB- Issuer not co-operating*
Bank Guarantee	NA	NA	NA	60.00	SMERA A3 Issuer not co-operating*
Proposed Cash Credit	NA	NA	NA	5.00	SMERA BBB- Issuer not co-operating*
Proposed Bank Guarantee	NA	NA	NA	40.00	SMERA A3 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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