

**April 28, 2016**

Facilities	Amount (Rs. Crore)	Rating
Term Loan	10.00	SMERA B-/Stable (Assigned)

SMERA has assigned the long-term rating of '**SMERA B-' (read as SMERA B minus)** on the above mentioned bank facility of Silicon Buildcon (SB). The outlook is '**Stable**'. The rating derives comfort from the firm's experienced management, and successful completion of past projects. However, the rating is constrained by project execution risk considering its nascent stage of bookings, low advances and saleability risk. The rating is also constrained by intense market competition and cyclicity in the real estate sector.

Rating Sensitivity Factors

- Timely project completion
- Project saleability
- Mobilisation of customer advances

Outlook: Stable

SMERA believes SB will continue to benefit from its experienced management. The outlook may be revised to 'Positive' in case the firm generates steady cash flows through timely receipt of customer advances and increase in booking levels. Conversely, the outlook may be revised to 'Negative' if the firm faces liquidity pressure on account of delays in receipt of customer advances.

About the Firm

Silicon Buildcon, a Surat based firm, established in 2011, as a partnership firm with Mr. Abhishek Purohit and his family members as partners. The firm has developed residential at places in and around Surat.

About the Project

'Silicon Luxuria' is a residential project located in Surat, Gujarat. . It will have one high rise building (Building A) of basement and ground floor for parking and 11 upper floors with 3 flats of 4 BHK each (Total 33 flats). The project is expected to be completed by December, 2016.

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.



SMERA RATINGS LIMITED

Silicon Buildcon (SB)

*Rating
Rationale*

Contact List:

Media/Business Development	Analytical Contact	Rating Desk
Suman M National Sales Head – Emerging Corporate Group Tel No: 022 67141151 Cell: 9892306888 Email: suman.m@smera.in	Pooja Ghosh Associate Vice President – Corporate Ratings Tel: +91-33-6620 1203 Email: pooja.ghosh@smera.in	Tel: +91-22-6714 1184 Email: ratingdesk@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.