

## Press Release

### Hitech Engineers and Infra Developers

August 27, 2018

#### Rating Downgraded



|                                     |  |
|-------------------------------------|--|
| <b>Total Bank Facilities Rated*</b> | Rs. 5.50 Cr.   |
| <b>Long Term Rating</b>             | ACUITE D<br>(Downgraded from ACUITE B/Stable;<br>Issuer not co-operating*) |

#Refer Annexure for details

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

Acuite has downgraded long-term rating to '**ACUITE D**' (read as **ACUITE D**) from '**ACUITE B**' (read as **ACUITE B**) on the Rs.5.50 crore bank facilities of Hitech Engineers and Infra Developers (HEID). This rating is now an indicative rating and is based on best available information.

The rating downgrade reflects in inadequacy of the data and the banker's opinion on the account conduct. Account is classified as NPA as on June 23, 2018.

**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 policies.

#### Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.htm>
- 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 endeavored 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:

Hitech Engineers and Infra Developers (HEID) is a Chennai-based proprietorship firm that undertakes civil contracts for commercial as well as residential projects. The firm has executed various projects (roads, bridges, commercial and residential buildings) for private entities

For FY2016-17, HEID reported net profit of Rs.0.31 crore on operating income of Rs.28.48 crore compared to net profit of Rs.0.29 crore on operating income of Rs.24.79 crore in the previous year

#### 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            |
|---------------|---------------------------------|-----------|------------------|----------------------------|
| June 28, 2017 | Over Draft                      | Long Term | 5.50             | ACUITE B/Stable (Assigned) |

## \*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings                             |
|------------------------|------------------|-------------|---------------|-------------------------------|-------------------------------------|
| Over Draft             | NA               | NA          | NA            | 5.50                          | ACUITE D (Issuer not co-operating*) |

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

## Contacts

| Analytical  | Rating Desk   |
|---|---|
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## About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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