

Press Release

G. S. Atwal & Co. (Engineers) Private Limited (GSAC)

April 01, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 24.80 Cr. #
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

Refer Annexure for details`

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

ACUITE has reaffirmed long term rating of '**ACUITE D (read as ACUITE D)**' and short term rating of '**ACUITE D (read as ACUITE D)**' on the Rs 24.80 crore bank facilities of G. S. Atwal & Co. (Engineers) Private Limited (GSAC). This rating is now an indicative rating and is based on best available information. The rating downgrade is on account of information risk.

GSAC was incorporated as a private limited company in 1967 under the directorship of Mr. Harminder Singh Atwal. The company executes mining, construction and solar power projects in Bihar, Jharkhand, Orissa and other states. The day-to-day operations are led by Mr. Harminder Singh Atwal and Mr. Govind Singh Atwal.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of GSAC to arrive at this rating.

Non-cooperation by the issuer/borrower

Acuité 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is therefore being flagged as "Issuer not - cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Infrastructure Entities - <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). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

Status of non-cooperation with previous CRA (if applicable)

Not applicable

Any other information

Acuité 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. Crore)	Ratings/Outlook
14-Jan-2019	Cash Credit	Long Term	5.50	ACUITE D (Downgraded)
	Term Loan	Long Term	10.27	ACUITE D (Downgraded)
	Term Loan	Long Term	3.03	ACUITE D (Downgraded)
	Letter of Credit	Short Term	1.00	ACUITE D (Downgraded)
	Bank Guarantee	Short Term	5.00	ACUITE D (Downgraded)
02-Jan-2019	Cash Credit	Long Term	5.50	ACUITE B- (Indicative)
	Term Loan	Long Term	10.27	ACUITE B- (Indicative)
	Term Loan	Long Term	3.03	ACUITE B- (Indicative)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Indicative)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Indicative)
29-Dec-2017	Cash Credit	Long Term	5.50	ACUITE B-/ Stable (Upgraded)
	Term Loan	Long Term	10.27	ACUITE B-/ Stable (Upgraded)
	Term Loan	Long Term	3.03	ACUITE B-/ Stable (Upgraded)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Reaffirmed)

#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	5.50	ACUITE D (Indicative)
Term Loan	Not Applicable	Not Applicable	Not Applicable	10.27	ACUITE D (Indicative)
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.03	ACUITE D (Indicative)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE D (Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE D (Indicative)

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile ACUITE 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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