

Press Release

Meenesh Contractors and Developers Private Limited

May 13, 2019



Rating Update

| | |
|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 16.00 Cr. # |
| Long Term Rating | ACUITE BB Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ Issuer not co-operating* |

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) and short term rating of '**ACUITE A4+**' (**read as 'ACUITE A four plus'**) on the Rs. 16.00 crore bank facilities of Meenesh Contractors and Developers Private Limited (MCPL). This rating is now an indicative rating and is based on best available information.

The Jaipur based MCPL, a civil construction company was incorporated in 2003 by Mr. Babulal Meena. It caters to Public Works Department, Indian Railway Department, Rajasthan State Warehousing Corporation among others under the Pradhan Mantri Gram Sadak Yojana (PMGSY)

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.

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 endeavoured 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

| | Unit | FY18 (Actual) | FY17 (Actual) | FY16 (Actual) |
|-------------------------------|---------|---------------|---------------|---------------|
| Operating Income | Rs. Cr. | 26.37 | 16.74 | 25.19 |
| EBITDA | Rs. Cr. | 1.53 | 1.09 | 1.44 |
| PAT | Rs. Cr. | 0.94 | 0.51 | 0.70 |
| EBITDA Margin | (%) | 5.81 | 6.54 | 5.70 |
| PAT Margin | (%) | 3.57 | 3.02 | 2.78 |
| ROCE (%) | (%) | 20.36 | 16.12 | 20.99 |
| Total Debt/Tangible Net Worth | Times | 0.18 | 0.25 | 0.12 |
| PBDIT/Interest | Times | 4.50 | 3.38 | 3.84 |
| Total Debt/PBDIT | Times | 0.71 | 1.17 | 0.43 |
| Gross Current Assets (Days) | Days | 175 | 255 | 207 |

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. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|------------------|---------------------------------|
| 07-Mar-2018 | Proposed Bank Guarantee | Short Term | 7.55 | ACUITE A4+ (Reaffirmed) |
| | Dropline Overdraft | Long Term | 0.45 | ACUITE BB / Stable (Assigned) |
| | Bank Guarantee | Short Term | 7.00 | ACUITE A4+ (Reaffirmed) |
| | Proposed Cash Credit | Long Term | 0.50 | ACUITE BB / Stable (Reaffirmed) |
| | Cash Credit | Long Term | 0.50 | ACUITE BB / Stable (Reaffirmed) |
| 30-Nov-2017 | Cash Credit | Long Term | 0.50 | ACUITE BB (Indicative) |
| | Bank Guarantee | Short Term | 4.45 | ACUITE A4+ (Indicative) |
| | Proposed Cash Credit | Long Term | 0.50 | ACUITE BB (Indicative) |
| | Proposed Bank Guarantee | Short Term | 10.55 | ACUITE A4+ (Indicative) |
| 25-Aug-2016 | Cash Credit | Long Term | 0.50 | ACUITE BB / Stable (Assigned) |
| | Bank Guarantee | Short Term | 4.45 | ACUITE A4+ (Assigned) |
| | Proposed Cash Credit | Long Term | 0.50 | ACUITE BB / Stable (Assigned) |
| | Proposed Bank Guarantee | Short Term | 10.55 | ACUITE A4+ (Assigned) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs.Cr.) | Ratings |
|-------------------------|------------------|----------------|----------------|----------------------------|--|
| Proposed Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 7.55 | ACUITE A4+ Issuer not co-operating* |
| Dropline Overdraft | Not Applicable | Not Applicable | Not Applicable | 0.45 | ACUITE BB Issuer not co-operating* |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 7.00 | ACUITE A4+ Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE BB Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE BB Issuer not co-operating* |

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

Contacts

| Analytical | Rating Desk |
|---|---|
| Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in | Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in |
| Grishma Muni Analyst - Rating Operations Tel: 022-49294075 grishma.muni@acuiteratings.in | |

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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