

Press Release

Bhavna Engineering Company Private Limited

2 January, 2018

Rating Update



Total Bank Facilities Rated*	Rs.13.90 Cr
Long Term Rating (Indicative)	SMERA BB+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ 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 BB+**' (read as **SMERA double B plus**) and **short term rating of SMERA A4+** (Read as **SMERA A Four plus**) on the Rs. 13.90 crore bank facilities of Bhavna Engineering Company Private Limited. 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 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>

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:

BECPL, an Ahmedabad-based company established in 1987 as a partnership firm was promoted by Mr. Jayantibhai Patel. It was reconstituted as private limited in 2014. The firm is engaged in the construction of roads and canals. The day-to-day operations are managed by Mr. Jayantibhai Mafatlal Patel and Mr. Kamalkumar Jayantibhai Patel.

SMERA Ratings Limited

For FY2015-16 (provisional), BECPL reported profit after tax (PAT) of Rs.1.20 crore on operating income of Rs.42.40 crore, as compared with profit after tax (PAT) of Rs.1.24 crore on operating income of Rs.35.56 crore in FY2014-15.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
5 th -October-2016	Cash Credit	Long term	2.00	SMERA BB+/Stable (Assigned)
	Secured Bill Purchase	Short term	2.90*	SMERA A4+ (Assigned)
	Overdraft	Long term	2.00	SMERA BB+/Stable (Assigned)
	Bank Guarantee	Short term	7.00^	SMERA A4+ (Assigned)

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	2.00	SMERA BB+ (Indicative)
Secured Bill Purchase	NA	NA	NA	2.90*	SMERA A4+ (Indicative)
Overdraft	NA	NA	NA	2.00	SMERA BB+ (Indicative)
Bank Guarantee	NA	NA	NA	7.00^	SMERA A4+ (Indicative)

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

*includes sublimit of CCBD facility upto Rs. 2.90 Crore

^includes sublimit of ILC facility upto Rs. 1.00 Crore

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

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