

Press Release

Shreeji Construction

November 05, 2021

Rating Update



| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 25.00 Cr.# |
| Long Term Rating | ACUITE B+ Issuer not co-operating* |

#Refer Annexure for details

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

Acuite has reviewed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.25.00 crore bank facilities of Shreeji Construction (SC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Shreeji Construction (SC), established in 1984 is a Thane-based proprietorship concern led by Mrs. Malthi Mahendra Sheth and Mr. Bhavesh M. Sheth. The firm is engaged in the construction of asphalt and concrete roads, bridges, industrial buildings and maintenance of road infrastructure projects. It is a Class-1A contractor and has an established track record of over three decades in the execution of infrastructure projects.

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 the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an 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 Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Entities- <https://www.acuite.in/view-rating-criteria-51.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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

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

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 (Up to last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-----------|---------------------------------|-----------|-----------------|---|
| 06-Aug-20 | Cash Credit | Long term | 5.00 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Bank Guarantee | Long term | 20.00 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| 20-May-19 | Cash Credit | Long term | 5.00 | ACUITE BB- Issuer not co-operating* |
| | Bank Guarantee | Long term | 20.00 | ACUITE BB- Issuer not co-operating* |
| 08-Mar-18 | Cash Credit | Long term | 5.00 | ACUITE BB-/Stable (Reaffirmed) |
| | Bank Guarantee | Long term | 20.00 | ACUITE BB-/Stable (Reaffirmed) |

#Annexure – Details of instruments rated

| Lender Name | Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|----------------|------------------------|------------------|----------------|----------------|-------------------------------|---------------------------------------|
| Bank of Baroda | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE B+ Issuer not co-operating* |
| Bank of Baroda | Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 20.00 | ACUITE B+ Issuer not co-operating* |

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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