Press Release

Pravesh Construction

20 March 2018

Rating Update

Total Bank Facilities Rated	Rs. 15.00 Cr. #
Long Term Rating	SMERA BB- Issuer not co-operating*
Short Term Rating	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 minus)** and short term rating of **'SMERA A4+' (read as SMERA A four plus)** on the Rs. 15.00 crore bank facilities of Pravesh Construction (PC). 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 required documents 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
- Entities in Infrastructure Sector - https://www.smera.in/criteria-infra.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

Established in 1986, Pravesh Construction is a proprietorship concern that undertakes turnkey projects such as panel interlocking, solid state interlocking, route relay interlocking among others. The firm was promoted by Mr. Pravesh Tiwari and the day to day operations are managed by his son, Mr. Umakant Tiwari.

For FY2016, PC reported profit after tax (PAT) of Rs.0.66 crore on total operating income of Rs.14.60 crore, as compared with PAT of Rs.0.68 crore on total operating income of Rs.13.07 crore in FY2015. The tangible net worth stands at Rs.1.62 crore in FY2016 as compared to Rs.1.60 crore in FY2015.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Dec-2016	Cash Credit	Long Term	INR 3.00	SMERA BB- / Stable (Assigned)
	Proposed Cash Credit	Long Term	INR 1.00	SMERA BB- / Stable (Assigned)
	Bank Guarantee	Short Term	INR 6.00	SMERA A4+ (Assigned)
	Proposed Bank Guarantee	Short Term	INR 5.00	SMERA A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	SMERA BB- Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA BB- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	SMERA A4+ Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA A4+ Issuer not co-operating

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

Contacts

Analytical	Rating Desk
Suman Chowdhury President - SMERA Bond Ratings Tel: +91-22-6714 1107 suman.chowdhury@smera.in Avadhoot Mane, Analyst - Rating Operations Tel: +91-22-6714 1138 avadhoot.mane@smera.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 varsha.bist@smera.in

ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits, etc. For more details, please visit www.smera.in.