

Press Release

Subaya Constructions Company Limited

July 09, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 73.00 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 A4 plus**) on the Rs.73.00 crore bank facilities of Subaya Constructions Company Limited.

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 Acuite's policies.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/criteria-default.htm>
- Infrastructure Sector: <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, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Subaya Constructions Company Limited (SCCL), incorporated in 2001 by Mr. E Subaya, Mrs. S.Meenakshi and Mr. S.Esakki Thevar. Since its inception, SCCL has been engaged in executing contracts involving construction of underground drains and sewerage lines primarily for municipal bodies in and around Chennai.

For FY2015-16, SCCL reported net profit of Rs.3.36 cr on operating income of Rs.110.10 cr, as compared to net profit of Rs.2.06 crore on operating income of Rs.55.07 cr in FY2014-15

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
21 April, 2017	Over Draft	Long Term	18.00	ACUITE BB/Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	52.00	ACUITE 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
Over Draft	NA	NA	NA	18.00	ACUITE BB Issuer not co-operating*
Letter of Credit	NA	NA	NA	3.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	NA	NA	NA	52.00	ACUITE A4+ 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 (*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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