

Press Release

KBC Infrastructures Private Limited

July 21, 2020



Rating Update

Total Bank Facilities Rated*	Rs.24.50Cr.#
Long Term Rating	ACUITE B+ (Downgraded from BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from A4+) Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long term rating of '**ACUITE B+** (read as **ACUITE B Plus**) from '**ACUITE BB**'-read as **ACUITE double B minus**) and short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**(read as **ACUITE A FOUR PULS**) on the Rs. 24.50 crore bank facilities of KBC Infrastructures Private Limited due to information risk.

KBC Infrastructure Private Limited (KIPL) is an Andhra Pradesh based company promoted by Mr. Butuchaiah Kanneganti and Mrs. Vasavilatha Kanneganti engaged in civil construction work. The company is engaged in the construction of roads and bridges for government organisations Andhra Pradesh (AP) Roads & Buildings Department and Panchayet Raj Department.

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

The rated entity has not shared the latest Financial Statements despite repeated attempts.

Status of non-cooperation with previous CRA (if applicable)

None

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)

Acuité Ratings & Research Limited

www.acuite.in

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
24-Apr-2019	Overdraft	Long Term	14.00	ACUITE BB- Issuer not co-operating*
	Term Loans	Long Term	2.40	ACUITE BB- Issuer not co-operating*
	Proposed Overdraft	Long Term	3.10	ACUITE BB- Issuer not co-operating*
	Bank guarantee	Short term	5.00	ACUITE A4+ Issuer not co-operating*
14Mar-2018	Overdraft	Long Term	14.00	ACUITE BB-/Stable (Reaffirmed)
	Term Loans	Long Term	2.40	ACUITE BB-/Stable (Reaffirmed)
	Proposed Overdraft	Long Term	3.10	ACUITE BB-/Stable (Reaffirmed)
	Bank guarantee	Short term	5.00	ACUITE A4+ (Assigned)
21-Apr-2017	Overdraft	Long Term	1.00	ACUITE BB-/Stable (Assigned)
	Term Loans	Long Term	3.00	ACUITE BB-/Stable (Assigned)
	Proposed Facility	Long Term	2.50	ACUITE BB-/Stable (Assigned)
	Bank guarantee	Short term	2.50	ACUITE A4+ (Assigned)

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Overdraft	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	2.40	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Overdraft	Not Applicable	Not Applicable	Not Applicable	3.10	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

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

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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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