

Press Release

Arvind & Rajan Constructions

April 14, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	3.30	ACUITE B+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	5.00	-	ACUITE A4 Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	8.30	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 8.30 crore bank facilities of Arvind & Rajan Constructions. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Established in 2009-Arvind and Rajan Constructions (ARC) is a Bangalore based proprietorship firm headed by Mr. Arvind Gopalakrishnan engaged in the business of construction of residential and commercial building works including civil, sanitary and electrical work.

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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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.

About the Rated Entity - Key Financials

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

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

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.

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument
<https://www.acuite.in/view-rating-criteria-55.htm>
Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
12 Jan 2021	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Term Loan	Long Term	0.80	ACUITE BB- (Downgraded and Issuer not co-operating*)
29 Oct 2019	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Term Loan	Long Term	0.80	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE BB (Issuer not co-operating*)
01 Aug 2018	Proposed Term Loan	Long Term	0.80	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
17 May 2017	Cash Credit		2.50	ACUITE BB (Assigned)
	Bank Guarantee		2.50	ACUITE A4+ (Assigned)
	Proposed Long Term Loan		0.80	ACUITE BB (Assigned)
	Proposed Bank Guarantee		2.50	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4 Downgraded Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4 Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.80	ACUITE B+ Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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