

## Press Release

### Sree Venkateswara Road Constructions Private Limited

August 13, 2018

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 17.00 Cr.
<b>Long Term Rating</b>	ACUITE BB- Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.17.00 crore bank facilities of Sree Venkateswara Road Constructions Private Limited (SVRCPL).

**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 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/view-rating-criteria-17.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). 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:

SVRCPL was established as a proprietorship concern in 1990 at Tamil Nadu and converted to a private limited company in 2008. The company is engaged in the construction of roads, compound walls, drainages among others.

For FY2016, SVRCPL reported profit after tax (PAT) of Rs.1.13 crore on total operating income of Rs.35.54 crore, as compared with PAT of Rs.1.84 crore on total operating income of Rs.58.86 crore in FY2015. The tangible net worth stood at Rs.7.65 crore in FY2016 as compared to Rs.6.52 crore in FY2015. For FY2017 (Provisional) the company registered revenue of Rs 41 crore

#### 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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
June 09, 2017	Cash Credit	Long Term	1.90	ACUITE BB-/Stable (Assigned)
	Proposed Cash Credit	Long Term	5.10	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	5.30	ACUITE A4+ (Assigned)
	Proposed Bank Guarantee	Short Term	4.70	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
Cash Credit	NA	NA	NA	1.90	ACUITE BB- Issuer not co-operating*
Proposed Cash Credit	NA	NA	NA	5.10	ACUITE BB- Issuer not co-operating*
Bank Guarantee	NA	NA	NA	5.30	ACUITE A4+ Issuer not co-operating*
Proposed Bank Guarantee	NA	NA	NA	4.70	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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