

**Press Release**  
**B L Kashyap and Sons Limited (BLKSL)**  
 August 31, 2018  
**Rating Reaffirmed**



<b>Total Bank Facilities Rated*</b>	Rs. 956.77 Cr.
<b>Long Term Rating</b>	ACUITE D

\* Refer Annexure for details

**Rating Rationale**

ACUITE has reaffirmed the long term rating of '**ACUITE D**' (**read as ACUITE D**) and short term rating of '**ACUITE D**' (**read as ACUITE D**) on the Rs. 956.77 cr. bank facilities of B L Kashyap and Sons Limited (BLKSL)).

BL Kashyap & Sons Limited, established in 1989 by Mr. Vinod Kashyap is engaged in the construction of commercial, residential and industrial buildings.

**Key Rating Drivers**

**Strengths**

• **Experience promoters**

BLK is led by Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikaram Kashyap who possess extensive experience in the said line of business.

**Weaknesses**

• **Delay in servicing of debt obligation**

The rating reflects delays in servicing of debt obligations. The company is currently under Corporate Debt Restructuring (CDR) and has been classified as a Special Mention Account (SMA) by the bankers.

**Analytical Approach**

Acuité has considered the standalone business and financial risk profiles of the BLKSL to arrive at this rating.

**About the Rated Entity - Key Financials**

	Unit	FY18 (Prov)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	936.68	889.50	841.69
EBITDA	Rs. Cr.	97.00	85.77	68.05
PAT	Rs. Cr.	49.00	6.80	0.96
EBITDA Margin	(%)	10.36	9.64	8.08
PAT Margin	(%)	5.23	0.76	0.11
ROCE	(%)	14.79	9.09	7.78
Total Debt/Tangible Net Worth	Times	0.65	1.40	1.45
PBDIT/Interest	Times	2.15	1.42	1.27
Total Debt/PBDIT	Times	2.39	5.74	6.60
Gross Current Assets (Days)	Days	538	539	598

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

None

**Any other information**

None

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-14.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

### Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
21-Jun-17	Cash credit	Long term	297.54	ACUITE D (Assigned)
	Working capital term loan	Long term	59.28	ACUITE D (Assigned)
	Funded Interest term loan	Long term	40.80	ACUITE D (Assigned)
	Corporate term loan	Long term	22.01	ACUITE D (Assigned)
	Working capital demand loan	Long term	26.03	ACUITE D (Assigned)
	Term loan	Long term	108.23	ACUITE D (Assigned)
	Bank guarantee	Short term	402.88	ACUITE D (Assigned)

### \*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash credit	Not Applicable	Not Applicable	Not Applicable	297.54	ACUITE D (Reaffirmed)
Working capital term loan	Not Applicable	Not Applicable	Not Applicable	59.28	ACUITE D (Reaffirmed)
Funded Interest term loan	Not Applicable	Not Applicable	Not Applicable	40.80	ACUITE D (Reaffirmed)
Corporate term loan	Not Applicable	Not Applicable	Not Applicable	22.01	ACUITE D (Reaffirmed)
Working capital demand loan	Not Applicable	Not Applicable	Not Applicable	26.03	ACUITE D (Reaffirmed)
Term loan	Not Applicable	Not Applicable	Not Applicable	108.23	ACUITE D (Reaffirmed)
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	402.88	ACUITE D (Reaffirmed)

## Contacts

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### About Acuité Ratings & Research:

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