

## Press Release

### Suwarna Buildcon Private Limited

May 20, 2021

#### Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs.20.00 Cr.#
<b>Long Term Rating</b>	ACUITE BB (Withdrawn) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ (Withdrawn) Issuer not co-operating*

# Refer Annexure for details

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

#### Rating Rationale

Acuite has withdrawn the long-term rating at '**ACUITE BB**' (read as **ACUITE double B**) and the short-term rating at '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.20.00 Cr bank facilities of Suwarna Buildcon Private Limited.

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information. The rating is being withdrawn on account of request received from the issuer and NOC received from the banker.

Suwarna Buildcon Private Limited (SBPL) was incorporated as a proprietorship concern in 2006 under the name of Suwarna Associates by Mr. Manoj Kumar Abrol. Later the constitution of the company was converted to Hindu Undivided Family (HUF) in the year 2008 with Mr. Manoj Kumar Abrol as the Karta. Subsequently, the constitution of the company was changed to private limited under the name "Suwarna Buildcon Private Limited". At present, company managed by Mr. Manoj Kumar Abrol his wife Mrs. Rashmi M Abrol and daughter Ms. Rashi Abrol.

SBPL is engaged in the construction of weirs and barrages, road work including construction of structures like minor bridges, rail over bridges, earth work (excavation and transport of sand) and construction of buildings. SBPL typically executes projects in Maharashtra for government departments and is registered as Class I contractor with state of Maharashtra. The company operates in the irrigation segment which includes construction of small to medium size weirs, barrages, dams, canals and minor bridges.

#### 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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

#### Applicable Criteria

- Infrastructure Entities: <https://www.acuite.in/view-rating-criteria-51.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <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). 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.

**Liquidity Indicators** - "No information provided by the issuer / available for Acuite to comment upon."

**Rating Sensitivity** - "No information provided by the issuer / available for Acuite to comment upon."

### About the Rated Entity - Key Financials

	Unit	FY20 (Actual)	FY19 (Actual)
Operating Income	Rs. Cr.	98.11	173.47
PAT	Rs. Cr.	11.35	13.82
PAT Margin	(%)	11.57	7.97
Total Debt/Tangible Net Worth	Times	0.33	0.30
PBDIT/Interest	Times	8.45	14.65

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

Not Available

### 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
21-Dec-2020	Proposed Cash Credit	Long Term	5.00	ACUITE BB (Downgrade) *Indicative
	Proposed Term Loan	Long Term	5.00	ACUITE BB (Downgrade) *Indicative
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ *Indicative
26-Sept-2019	Proposed Cash Credit	Long Term	5.00	ACUITE BB+ *Indicative
	Proposed Term Loan	Long Term	5.00	ACUITE BB+ *Indicative
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ *Indicative
06-July-2018	Proposed Cash Credit	Long Term	5.00	ACUITE BB+ (Downgrade) *Indicative
	Proposed Term Loan	Long Term	5.00	ACUITE BB+ (Downgrade) *Indicative
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Downgrade) *Indicative
28-July-2017	Proposed Cash Credit	Long Term	5.00	ACUITE BBB-/Stable (Assigned)
	Proposed Term Loan	Long Term	5.00	ACUITE BBB-/Stable (Assigned)
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A3 (Assigned)

## #Annexure – Details of instruments rated

Name of Facility (ies)	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr)	Ratings/Outlook
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB *Withdrawn; Indicative
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB *Withdrawn; Indicative
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ *Withdrawn; Indicative

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

## Contacts

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## About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,000 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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