

## Press Release

Karismaa Foundations Private Limited

July 13, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.50	ACUITE B-   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	9.50	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	25.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and the Short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 25.00 crore bank facilities of Karismaa Foundations Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

### About the Company

Karismaa Foundations Private Limited (KFPL), incorporated in 2010, is a Chennai-based company promoted by Mr. Rakesh Sheth and Mr. Rajesh. The company undertakes civil construction contracts for private companies, real estate projects and also provides heavy earth equipment such as cranes on contract basis. Further, the company is in the process of developing six residential projects under the names Cielo, Orion, Twine, Prisma, Blue Beach and Site. Sugesan Transport Private Limited (STPL), a group company provides heavy earth equipment and cranes on contract basis. Further, STPL has a fleet of 35 equipment and operates across India. The two companies are together referred to as the Karismaa group. For FY2016- 17, the group reported profit after tax (PAT) of Rs.0.16 crore on operating income of Rs.35.41 crore as against net loss of Rs.0.75 crore on operating income of Rs.52.57 crore in the previous year.

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

### 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 has 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 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

None.

### 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>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.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
14 Apr 2021	Term Loan	Long Term	0.30	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Proposed Term Loan	Long Term	4.50	ACUITE B- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.55	ACUITE B- (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Issuer not co-operating*)

	Proposed Term Loan	Long Term	1.50	ACUITE B- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	2.45	ACUITE B- (Issuer not co-operating*)
16 Jan 2020	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.30	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.55	ACUITE B- (Issuer not co-operating*)
	Proposed Term Loan	Long Term	1.50	ACUITE B- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	2.45	ACUITE B- (Issuer not co-operating*)
	Proposed Term Loan	Long Term	4.50	ACUITE B- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Issuer not co-operating*)
24 Oct 2018	Term Loan	Long Term	0.30	ACUITE B- (Issuer not co-operating*)
	Proposed Term Loan	Long Term	1.50	ACUITE B- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
	Proposed Term Loan	Long Term	2.45	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Issuer not co-operating*)
		Long		ACUITE B- (Issuer not co-operating*)
	Term Loan	Term	0.40	operating*)
	Proposed Term Loan	Long Term	4.50	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.55	ACUITE B- (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Issuer not co-operating*)
23 Aug 2017	Term Loan	Long Term	0.40	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	0.40	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	0.40	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	0.30	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	0.55	ACUITE B-   Stable (Assigned)
	Proposed Term Loan	Long Term	2.45	ACUITE B-   Stable (Assigned)

	Proposed Term Loan	Long Term	4.50	ACUITE B-   Stable (Assigned)
	Proposed Term Loan	Long Term	1.50	ACUITE B-   Stable (Assigned)
	Proposed Cash Credit	Long Term	5.00	ACUITE B-   Stable (Assigned)
	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	9.50	ACUITE A4   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B-   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	2.45	ACUITE B-   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE B-   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B-   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	07-08-2017	0.40	ACUITE B-   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	07-08-2017	0.40	ACUITE B-   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	07-08-2017	0.40	ACUITE B-   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	21-08-2017	0.30	ACUITE B-   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	21-08-2017	0.55	ACUITE B-   Reaffirmed   Issuer not co-operating*

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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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