



Press Release
KARISMAA FOUNDATIONS PRIVATE LIMITED
March 18, 2025
Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.50	ACUITE C 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Total Withdrawn Quantum (Rs.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	-	-
* The issuer did not co-operate; based on best available information.			

Rating Rationale

Acuite has reaffirmed the long-term rating of ‘**ACUITE C**’ (read as **ACUITE C**) and the short term rating of ‘**ACUITE A4**’ (read as **ACUITE A four**) on the Rs. 25.00 Cr 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.

About the Group

Sugesan Transport Private Limited, incorporated in 1971, is a Chennai-based company promoted by Mr. Rajendra Sheth, Mr. Premkumar Sheth, Mr. Mukesh Sheth and Mr. Jesmin Sheth. The company, apart from offering heavy earth equipment and cranes on hire, also undertakes road laying and plant erection services. STPL operates across India and has a fleet of 35 (cranes and related equipment). STPL caters to L&T, ECC Construction Group, Reliance Petroleum Limited, Bhoruka Steels Limited among others. KFPL, a group company develops residential projects in Tamil Nadu and Karnataka. The company is in the process of developing six projects under the name Cielo, Orion, Twine, Prisma, Blue Beach and Site. The two companies form the Karismaa group.

Unsupported Rating

Not Applicable

Non-cooperation by the issuer/borrower:

Acuité 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. Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with

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.

Limitation regarding information availability

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. 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."

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

Not Applicable

Any other information

None

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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite’s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria “Complexity Level Of Financial Instruments” on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
21 Dec 2023	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Proposed Term Loan	Long Term	1.50	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Proposed Cash Credit	Long Term	5.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Term Loan	Long Term	0.40	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Term Loan	Long Term	0.40	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Term Loan	Long Term	0.40	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Term Loan	Long Term	0.30	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Term Loan	Long Term	0.55	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Proposed Long Term Loan	Long Term	2.45	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
	Proposed Term Loan	Long Term	4.50	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE B-)
11 Oct 2023	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Proposed Term Loan	Long Term	1.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.30	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.55	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	2.45	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Term Loan	Long Term	4.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
13 Jul 2022	Proposed Bank Guarantee	Short Term	9.50	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.30	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.55	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	2.45	ACUITE B- (Reaffirmed & Issuer not co-operating*)

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

	Proposed Long Term Loan	Long Term	4.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
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* *The issuer did not co-operate; based on best available information.*

Annexure - Details of instruments rated

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

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

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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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Note: None of the Directors on the Board of Acuité Ratings & Research Limited are members of any rating committee and therefore do not participate in discussions regarding the rating of any entity.