

**Press Release**  
**Durga Construction Company**

February 21, 2020

**Rating Update**

<b>Total Bank Facilities Rated#</b>	Rs. 42.00 Cr.
<b>Long Term Rating</b>	ACUITE BB Withdrawn; Issuer not co-operating*
<b>Long 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	ACUITE A4+ Withdrawn; Issuer not co-operating*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**

Acuité has reviewed the long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) and the short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.42.00 crore bank facilities of Durga Construction Company (DCC). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

DCC established in 1996 as a partnership firm by Mr. Dholu and his brother as partners. Later in 2004, it was joined in by his sons Mr. Shamjibhai Dholu, Mr. Shantilal Dholu and Mr. Naveen Dholu. The firm is engaged in contract mining of coal including the overburden removal business. It mainly caters to government entities and receives order through tenders.

**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 due date.

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

**Applicable Criteria**

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-51.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). Acuité 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.

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

None

**Any other information**

None

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
18-Feb-2020	Cash Credit	Long Term	12.00	ACUITE BB (Downgraded; Indicative)
	Bank Guarantee	Short Term	30.00	ACUITE A4+ (Downgraded; Indicative)
10-Dec-2018	Cash Credit	Long Term	12.00	ACUITE BB+ / Stable (Reaffirmed)
	Bank Guarantee	Short Term	30.00	ACUITE A4+ (Reaffirmed)
09-Oct-2017	Cash Credit	Long Term	12.00	ACUITE BB+ / Stable (Assigned)
	Bank Guarantee	Short Term	30.00	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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE A4+ Withdrawn; Issuer not cooperating*

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

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### About Acuité Ratings & Research:

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