

## Press Release

### A B S Construction Company

December 31, 2018

### Rating Update



<b>Total Bank Facilities Rated</b>	Rs. 10.00 Cr. #
<b>Long Term Rating</b>	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

### Rating Rationale

Acuite has reviewed long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) to the Rs. 10.00 crore bank facilities of A B S Construction Co (ABS). This rating is now an indicative rating and is based on best available information.

ABS Construction Company (ABS), is a Haryana-based partnership firm established by Partners, Mr. Ashok Kumar and Mr. Sonu Kumar in 2010. The firm primarily undertakes construction of roads and bridges for state governments as also private players.

### 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.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-40.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-14.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 endeavoured 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.

### About the Rated Entity:

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	19.57	3.16	3.91
EBITDA	Rs. Cr.	0.56	0.21	0.22
PAT	Rs. Cr.	0.22	0.02	0.02
EBITDA Margin	(%)	2.85	6.58	5.50
PAT Margin	(%)	1.13	0.64	0.60
ROCE (%)	(%)	22.06	11.05	24.17
Total Debt/Tangible Net Worth	Times	0.81	1.00	4.11
PBDIT/Interest	Times	1.74	1.28	1.37
Total Debt/PBDIT	Times	2.48	4.38	5.59

Gross Current Assets (Days)	Days	45	136	118
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#### Status of non-cooperation with previous CRA (if applicable)

None

#### 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
25-Oct-2017	Cash Credit	Long term	1.95	ACUITE B+/Stable (Assigned)
	Term Loan	Long term	0.32	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Long term	3.50	ACUITE B+/Stable (Assigned)
	Proposed Bank Facility	Long term	4.23	ACUITE B+/Stable (Assigned)

#### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.95	ACUITE B+ (Indicative)
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.32	ACUITE B+ (Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B+ (Indicative)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.23	ACUITE B+ (Indicative)

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**About Acuité Ratings & Research:**

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