

Press Release

Ratilal Bhagwandas Construction Company

April 15, 2021

Rating Update



Total Bank Facilities Rated*	Rs.20.00 Cr.
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+ / Stable) Issuer not co-operating

*Refer Annexure for details

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs.20.00 Cr. bank facilities of Ratilal Bhagwandas Construction Company (RBCC). The rating is now flagged as an 'Issuer not-cooperating' and is downgraded on account of information risk.

About the company

Pune-based, Ratilal Bhagwandas Construction Company (RBCC), was established in January, 1987 as a proprietorship firm and later converted into a partnership firm with Mr. Nitin Ratilal Karia and Mr. Anand Nitin Karia as partners on April, 1992. The firm is engaged in undertaking civil construction contracts for private entities.

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.

Applicable Criteria

- Default Recognition – <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Entities – <https://www.acuite.in/view-rating-criteria-51.htm>
- Financial Ratios And Adjustments – <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 has 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.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon.

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)

Not Applicable

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
19-Oct-2019	Bank Guarantee	Long Term	8.00	ACUITE BB+ / Stable (Upgraded)
	Proposed Bank Guarantee	Long Term	12.00	ACUITE BB+ / Stable (Upgraded)
13-Feb-2019	Bank Guarantee	Long Term	5.10	ACUITE BB (Issuer not co-operating)
	Proposed Bank Guarantee	Long Term	14.90	ACUITE BB (Issuer not co-operating)
05-Dec-2017	Bank Guarantee	Long Term	5.10	ACUITE BB / Stable (Assigned)
	Proposed Bank Guarantee	Long Term	14.90	ACUITE BB / 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
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE BB (Downgraded from ACUITE BB+ / Stable) Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB (Downgraded from ACUITE BB+ / Stable) Issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

Acuite 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 8,666 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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