

Press Release

MEP Infrastructure Developers Limited

April 18, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	435.00	ACUITE D Downgraded Issuer not co-operating*	-
Bank Loan Ratings	450.00	-	ACUITE D Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	885.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded its long term and short-term rating to '**ACUITE D**' (read as **ACUITE D**) from '**ACUITE B+**' (read as **ACUITE B plus**) and '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.885 crore bank facilities of MEP Infrastructure Developers Limited (MEPIDL). The rating continues to be flagged as "Issuer Not-Cooperating".

The rating downgraded takes into account the classification by the lenders as delinquent and non standard.

About the Company

MEPIDL, incorporated in 2002, located in Mumbai, Maharashtra, is the flagship entity of the MEP Group and an established player in toll collection and Operate Maintain and Transfer (OMT) business for roads and highways. The MEP Group engages in either short or long term contracts ranging from one to sixteen years to undertake such business. MEPIDL also undertakes Engineering, Procurement and Construction (EPC) contracts for the road sector. In FY2016, the MEP group has been awarded with six Hybrid Annuity Model (HAM) projects, which are being executed through special Purpose Vehicles (SPVs). The group also has a presence in Build, Operate and Transfer (BOT) projects through its subsidiaries. MEPIDL is listed on BSE and NSE. The day-to-day operations are led by the Chairman, Mr. Dattatray P. Mhaiskar and Managing Director, Mr. Jayant D. Mhaiskar. The management of the company has extensive experience in the infrastructure sector.

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. This rating continues to be flagged as "Issuer not cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Key Financials

Particulars	Unit	FY 21 (Actual)	FY 20 (Actual)
Operating Income	Rs. Cr.	367.14	1369.57
PAT	Rs. Cr.	(222.09)	(140.67)
PAT Margin	(%)	(60.49)	(10.27)
Total Debt/Tangible Net Worth	Times	0.77	0.62
PBDIT/Interest	Times	(1.88)	(0.90)

Status of non-cooperation with previous CRA

Not Applicable

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>
- Application Of 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>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
	Term Loan	Long Term	1.20	ACUITE B+ (Issuer not co-operating*)
	Letter of Credit	Short Term	100.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	142.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	5.07	ACUITE B+ (Issuer not co-operating*)

18 May 2021	Bank Guarantee	Short Term	100.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	45.50	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	50.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	75.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	6.14	ACUITE B+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	75.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	34.00	ACUITE B+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	22.34	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	8.75	ACUITE B+ (Issuer not co-operating*)
25 Feb 2020	Term Loan	Long Term	1.20	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	142.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	75.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	50.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	5.07	ACUITE B+ (Downgraded and Issuer not co-operating*)
		Long		ACUITE B+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Term	22.34	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	8.75	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	6.14	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	10.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	100.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	75.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	34.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	45.50	ACUITE B+ (Downgraded and Issuer not co-operating*)

26 Nov 2019	Term Loan	Long Term	6.14	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.20	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	50.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	142.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	10.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	45.50	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	75.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	8.75	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	5.07	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	22.34	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	75.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	34.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
		Letter of Credit	Short Term	100.00
Bank Guarantee		Short Term	100.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
Term Loan		Long Term	8.75	ACUITE BBB (Downgraded and Issuer not co-operating*)
Letter of Credit		Short Term	100.00	ACUITE A3+ (Downgraded and Issuer not co-operating*)
26 Aug 2019	Term Loan	Long Term	45.50	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	5.07	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A3+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	10.00	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	142.00	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	50.00	ACUITE A3+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	6.14	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	75.00	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	34.00	ACUITE BBB (Downgraded and Issuer not co-operating*)

	Bank Guarantee	Short Term	100.00	ACUITE A3+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	75.00	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	100.00	ACUITE A3+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.20	ACUITE BBB (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	22.34	ACUITE BBB (Downgraded and Issuer not co-operating*)
30 Jan 2019	Term Loan	Long Term	142.00	ACUITE A- Negative (Reaffirmed)
	Bank Guarantee	Short Term	50.00	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	100.00	ACUITE A1 (Assigned)
	Term Loan	Long Term	75.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	34.00	ACUITE A- Negative (Reaffirmed)
	Secured Overdraft	Long Term	10.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	8.75	ACUITE A- Negative (Reaffirmed)
	Proposed Bank Facility	Long Term	22.34	ACUITE A- Negative (Reaffirmed)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Term Loan	Long Term	45.50	ACUITE A- Negative (Reaffirmed)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Secured Overdraft	Long Term	75.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	1.20	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long	5.07	ACUITE A- Negative (Reaffirmed)

	Term Loan	Term Long Term	6.14	ACUITE A- Negative (Reaffirmed)
07 Jan 2019	Term Loan	Long Term	45.50	ACUITE A- Negative (Reaffirmed)
	Secured Overdraft	Long Term	10.00	ACUITE A- Negative (Reaffirmed)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Proposed Bank Facility	Long Term	22.34	ACUITE A- Negative (Assigned)
	Term Loan	Long Term	34.00	ACUITE A- Negative (Reaffirmed)
	Secured Overdraft	Long Term	75.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	1.20	ACUITE A- Negative (Assigned)
	Term Loan	Long Term	10.00	ACUITE A- Negative (Reaffirmed)
	Bank Guarantee	Short Term	50.00	ACUITE A1 (Reaffirmed)
	Term Loan	Long Term	6.14	ACUITE A- Negative (Assigned)
	Term Loan	Long Term	142.00	ACUITE A- Negative (Reaffirmed)
	Term Loan	Long Term	75.00	ACUITE A- Negative (Assigned)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Bank Guarantee	Short Term	100.00	ACUITE A1 (Reaffirmed)
	Term Loan	Long Term	5.07	ACUITE A- Negative (Assigned)
	Term Loan	Long Term	8.75	ACUITE A- Negative (Assigned)
	12 Feb 2018	Bank Guarantee	Short Term	100.00
Bank Guarantee		Short Term	125.00	ACUITE A1 (Assigned)
Bank Guarantee		Short Term	100.00	ACUITE A1 (Assigned)
Term Loan		Long Term	44.00	ACUITE A- Stable (Reaffirmed)
Term Loan		Long Term	145.00	ACUITE A- Stable (Assigned)
Secured Overdraft		Long Term	75.00	ACUITE A- Stable (Assigned)
Secured Overdraft		Long Term	10.00	ACUITE A- Stable (Assigned)
Term Loan		Long Term	11.50	ACUITE A- Stable (Assigned)
Term Loan		Long Term	49.50	ACUITE A- Stable (Assigned)
Bank Guarantee		Short Term	50.00	ACUITE A1 (Assigned)
13 Dec 2017	Term Loan	Long Term	50.00	ACUITE A- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
IDBI Bank Ltd.	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
Bank of Maharashtra	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
Yes Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
Bank of India	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	75.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
Bank of Maharashtra	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	22.34	ACUITE D Downgraded Issuer not co-

							operating* (from ACUITE B+)
IFCI Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	34.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
IDBI Bank Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	142.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	10.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
The Thane Janata Sahakari Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	45.50	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
The Kalyan Janata Sahakari Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	1.20	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
The Kalyan Janata Sahakari Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	5.07	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
The Kalyan Janata Sahakari Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	6.14	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
The Kalyan Janata Sahakari Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	8.75	ACUITE D Downgraded Issuer not co-operating* (

							from ACUITE
Yes Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	75.00	ACUITE D Downgraded Issuer not co- operating* (from ACUITE B+)

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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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