

## Press Release

**MKC Infrastructure Limited**

**December 13, 2021**



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Loan Ratings</b>	121.00	0.00		ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Bank Loan Ratings</b>	11.00	0.00	ACUITE BB   Reaffirmed & Withdrawn   Issuer not co-operating*	
<b>Total</b>	132.00	0.00	-	-

### Rating Rationale

Acuité has reaffirmed and withdrawn the long term rating of '**ACUITE BB**' (**read as ACUITE double B**) and short term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) to the Rs. 132.00 crore bank facilities of MKC Infrastructure Limited (MIL). The rating is being withdrawn on receipt of withdrawal request from the client and NOC from the banker. The rating continues to be flagged as 'Issuer Not-Cooperating' and is based on best available information

### About the Company

The Gujarat based MKC (the erstwhile MKC Infrastructure, a partnership firm established in 1963 by Mr. Manjibhai K. Bambhaniya and Mr. Rameshbhai M. Bambhaniya) was converted to public limited company in Dec 2009. The company is led by Mr. Purshottambhai Bambhaniya and Mr. Ashokbhai M. Bambhaniya. The company undertakes construction of roads, bridges, pipeline, commercial and residential complex projects for the state, central government's public sector organisations among others. The company is registered as "AA" class contractor with government of Gujarat, 'Special Road Category-I for roads, highways, bridges buildings. The company is also registered with NBCC, Kandla Port Trust & Engineering Projects (I) Ltd to name a few.

### 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.

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

### Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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>

### **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 endeavored 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.

### **Liquidity Indicators**

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

### **Rating Sensitivity**

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

### **Status of non-cooperation with previous CRA**

None

### **Any other information**

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### **Rating History**

<b>Date</b>	<b>Name of Instruments/Facilities</b>	<b>Term</b>	<b>Amount (Rs. Cr)</b>	<b>Rating/Outlook</b>
12 Jul 2021	Cash Credit	Long Term	10.80	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.82	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	121.00	ACUITE A4+ ( Issuer not co-operating*)
13 Apr 2020	Term Loan	Long Term	0.82	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.18	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	121.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
04 Feb 2019	Term Loan	Long Term	0.82	ACUITE BBB   Stable (Reaffirmed)
	Bank Guarantee	Short Term	121.00	ACUITE A3+ (Reaffirmed)
	Cash Credit	Long Term	10.18	ACUITE BBB   Stable (Reaffirmed)
09 Jan 2018	Cash Credit	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	1.00	ACUITE BBB   Stable (Assigned)
	Bank Guarantee	Short Term	121.00	ACUITE A3+ (Assigned)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Initial Quantum (Rs. Cr.)</b>	<b>Net Quantum (Rs. Cr.)</b>	<b>Rating</b>
Bank of Baroda	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	27.00	0.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	40.00	0.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	22.00	0.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	25.00	0.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	7.00	0.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.18	0.00	ACUITE BB   Reaffirmed & Withdrawn   Issuer not co-operating*
Kotak								ACUITE BB   Reaffirmed

Mahindra Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	0.00	& Withdrawn   Issuer not co- operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	0.00	ACUITE BB   Reaffirmed & Withdrawn   Issuer not co- operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	0.00	ACUITE BB   Reaffirmed & Withdrawn   Issuer not co- operating*
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.82	0.00	ACUITE BB   Reaffirmed & Withdrawn   Issuer not co- operating*

## Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>
Rohan Gambhir Management Trainee-Rating Operations Tel: 022-49294065 <a href="mailto:rohan.gambhir@acuite.in">rohan.gambhir@acuite.in</a>	

### About Acuité Ratings & Research

Acuité 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 8,850 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 Kanjurmarg, Mumbai.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.