

Press Release

Amma Construction India Private Limited

October 30, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 26.00 Cr. #
Long Term Rating	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Short Term Rating	ACUITE A4 Issuer not co-operating* (Downgraded from ACUITE A4+)

Refer Annexure for details

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

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and downgraded the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.26.00 crore bank facilities of Amma Construction India Private Limited (ACIPL). This rating is now an indicative rating and is downgraded on account of information risk.

Amma Constructions India Private Limited (ACIPL) is a Bangalore-based company incorporated in 2010. The company is a Special Class I civil contractor for executing Government works majorly for Karnataka state. The firm participates in tenders issued by PWD and other Government departments of Karnataka state. It is promoted by Mr. Ramakrishna Reddy, along with others.

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.

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-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). 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 - 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

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
22-Aug-2019	Cash Credit	Long Term	3.50	ACUITE BB-/Stable (Upgraded from ACUITE B+/Indicative)
	Proposed Cash Credit	Long Term	2.50	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	6.50	ACUITE A4+ (Upgraded from ACUITE A4)
	Proposed Bank Guarantee	Short Term	13.50	ACUITE A4+ (Assigned)
18-Mar-2019	Cash Credit	Long Term	3.50	ACUITE B+ Issuer not co-operating*
	Bank Guarantee	Short Term	6.50	ACUITE A4 Issuer not co-operating*
23-Jan-2018	Cash Credit	Long Term	3.50	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Short Term	6.50	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.50	ACUITE A4 Issuer not co-operating* (Downgraded from ACUITE A4+)
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	13.50	ACUITE A4 Issuer not co-operating* (Downgraded from ACUITE A4+)

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Vice President - Corporate Ratings Tel: 022-4929 4041 aditya.gupta@acuited.in</p> <p>Bhavani Sankar Oruganti Senior Analyst - Rating Operations Tel: 040-4004 2327 bhavanisankar.oruganti@acuited.in</p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022-4929 4011 rating.desk@acuited.in</p>

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 8,000 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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