

Press Release

Amma Construction India Private Limited

February 01, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|------------------|---|---|
| Bank Loan Ratings | 6.00 | ACUITE B+ Reaffirmed Issuer not co-operating* | - |
| Bank Loan Ratings | 20.00 | - | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 26.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and the short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 26.00 crore bank facilities of Amma Construction India Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

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:

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.

Acuité 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 Acuité'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). Acuité 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.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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.

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.

Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|------------|-----------------|---|
| 30 Oct 2020 | Proposed Bank Guarantee | Short Term | 13.50 | ACUITE A4 (Downgraded and Issuer not co-operating*) |
| | Proposed Cash Credit | Long Term | 2.50 | ACUITE B+ (Downgraded and Issuer not co-operating*) |
| | Cash Credit | Long Term | 3.50 | ACUITE B+ (Downgraded and Issuer not co-operating*) |
| | Bank Guarantee | Short Term | 6.50 | ACUITE A4 (Downgraded and Issuer not co-operating*) |
| 22 Aug 2019 | Cash Credit | Long Term | 3.50 | ACUITE BB- Stable (Upgraded from ACUITE B+) |
| | Bank Guarantee | Short Term | 6.50 | ACUITE A4+ (Upgraded from ACUITE A4) |
| | Proposed Bank Guarantee | Short Term | 13.50 | ACUITE A4+ (Assigned) |
| | Proposed Cash Credit | Long Term | 2.50 | ACUITE BB- Stable (Assigned) |
| 18 Mar 2019 | Bank Guarantee | Short Term | 6.50 | ACUITE A4 (Issuer not co-operating*) |
| | Cash Credit | Long Term | 3.50 | ACUITE B+ (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

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|----------------------|----------------|-------------------------|-------------------------|--------------------|----------------------|--------------------------|---|
| Bank of Baroda | Not Applicable | Bank Guarantee (BLR) | Not Applicable | Not Applicable | Not Applicable | 6.50 | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Bank of Baroda | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 3.50 | ACUITE B+ Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 13.50 | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 2.50 | ACUITE B+ Reaffirmed Issuer not co-operating* |

Contacts

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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.

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