

Press Release

Bhrunda Infra Private Limited

January 17, 2020

Rating Update



Total Bank Facilities Rated#	Rs. 80.00 Cr.
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+/ Stable) Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A4+ Withdrawn; Issuer not co-operating*

#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 BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) and reviewed the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 80.00 crore bank facilities of Bhrunda Infra Private Limited (BIPL). This rating is now withdrawn, indicative and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

BIPL was incorporated in 2008 by Mr. Sreekanth Reddy Bhimareddy. At present, the Directors are Mr. Sreekanth Reddy Bhimareddy and Ms. Shanthi Vudumula. BIPL is engaged in civil construction work and interior designing mainly for government clients. The company does both exterior and interior infrastructure work. Apart from this, the company has started with irrigation projects since 2011.

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with 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>

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)

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
11-Feb-2019	Secured Overdraft	Long Term	12.50	ACUITE BB+/ Stable (Downgraded from ACUITE BBB-/ Stable)
	Cash Credit	Long Term	13.00	ACUITE BB+/ Stable (Downgraded from ACUITE BBB-/ Stable)
	Bank Guarantee	Short Term	32.50	ACUITE A4+ (Downgraded from ACUITE A3)
	Bank Guarantee	Short Term	17.00	ACUITE A4+ (Downgraded from ACUITE A3)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A4+ (Assigned)
28-Feb-2018	Secured Overdraft	Long Term	12.50	ACUITE BBB-/ Stable (Assigned)
	Cash Credit	Long Term	8.00	ACUITE BBB-/ Stable (Assigned)
	Proposed Long Term Loan	Long Term	3.00	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short Term	4.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	28.50	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	14.00	ACUITE A3 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	12.50	ACUITE BB (Downgraded from ACUITE BB+/ Stable) Withdrawn; Issuer not cooperating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE BB (Downgraded from ACUITE BB+/ Stable) Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	32.50	ACUITE A4+ Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE A4+ Withdrawn; Issuer not cooperating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ Withdrawn; Issuer not cooperating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*erstwhile SMERA Ratings 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 6,000 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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