

Press Release

Harsha Developers

October 30, 2020

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 75.00 Cr. #
Long Term Rating	ACUITE B+ (Withdrawn; Issuer not co-operating*)

Refer Annexure for details

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

Rating Rationale

Acuité has withdrawn the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.75.00 crore bank facilities of Harsha Developers. This rating continues to be an indicative rating and simultaneously withdrawn.

The rating has been withdrawn on account of the request received from the company and its lender's opinion on its limits. The rating withdrawal is in accordance with the Acuité's policy on withdrawal of rating.

Harsha Developers was incorporated in August, 2013. The Firm is engaged in the construction of commercial and residential buildings, at present the firm is constructing 198 units of apartments, which is adjacent to one of the posh areas in Hyderabad (Jubilee Hills).

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Real Estate Entities - <https://www.acuite.in/view-rating-criteria-63.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 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.

Status of non-cooperation with previous CRA (if applicable)

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
03-Aug-2020	Proposed Term Loan	Long Term	75.00	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
13-May-2019	Proposed Term Loan	Long Term	75.00	ACUITE BB- Issuer not co-operating*
12-March-2018	Proposed Term Loan	Long Term	75.00	ACUITE BB-/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	75.00	ACUITE B+ Withdrawn; Issuer not co-operating*

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

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 8,000 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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