

## Press Release

**RNR Constructions Private Limited**



**November 19, 2021**

### **Rating Downgraded and Issuer not co-operating**

<b>Product</b>	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Loan Ratings</b>	12.00		ACUITE A4   Downgraded   Issuer not co-operating*
<b>Bank Loan Ratings</b>	6.00	ACUITE B+   Downgraded   Issuer not co-operating*	
<b>Total</b>	18.00	-	-

### **Rating Rationale**

Acuité 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. 18.00 crore bank facilities of RNR Constructions Private Limited (RNRCPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### **About the Company**

The Karnataka-based RNRCPL was incorporated in 1996 by Mr. S. Nagaraja and Mrs. R. Prema is a Class-1 contractor for civil construction projects. RNRCPL has executed projects for Central Government entities like the Central Public Works Department (CPWD) and various State Government entities.

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

### **Applicable Criteria**

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

### **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**

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>
21 Aug 2020	Cash Credit	Long Term	6.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	8.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Facility	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
28 May 2019	Proposed Bank Facility	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	6.00	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	8.00	ACUITE A4+ (Issuer not co-operating*)
21 Mar 2018	Cash Credit	Long Term	6.00	ACUITE BB   Stable (Assigned)
	Bank Guarantee	Short Term	8.00	ACUITE A4+ (Assigned)
	Proposed Short Term Loan	Short Term	4.00	ACUITE A4+ (Assigned)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Size Of Issue</b>	<b>Rating</b>
Not Applicable	Proposed Short Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4   Downgraded   Issuer not co-operating*
State Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE B+   Downgraded   Issuer not co-operating*
State Bank of India	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4   Downgraded   Issuer not co-operating*

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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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