

Press Release

Bansal Pathways Guna Sironj Private Limited

November 26, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 178.00 Cr. #
Long Term Rating	ACUITE BB+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded long-term rating to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE A-**' (**read as ACUITE A minus**) on the Rs. 178.00 crore bank facilities of BANSAL PATHWAYS GUNA SIRONJ PRIVATE LIMITED (BPGSPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Bansal Pathways Guna Sironj Private Limited (BPGSPL) is a special-purpose vehicle (SPV) sponsored by Bansal Construction Works Private Limited (BCWPL). The company was incorporated in 2015 to undertake construction of a two-lane road between Guna and Sironj in Madhya Pradesh. The road, a section of State Highway-23, is 86.76 kilometers long. The technical support is provided by Prakash Asphalting & Toll Highways India Limited. The project has been awarded by the Madhya Pradesh Road Development Corporation (MPRDC) and is executed under BOT plus annuity on a build-operate-transfer (BOT) basis. The concession is for 15 years and the construction period is two years (based on semi-annual annuity payment). The total project cost stands at Rs.239.88 crore funded by term loan of Rs. 158.00 crore, equity of Rs. 61.88 crore and subordinated debt of Rs.20.00 crore. BPGSPL signed the concession agreement with MPRDC on February 10, 2015. The appointed date was obtained in August 08, 2015. Further, the scheduled COD was August 06, 2017 and the final COD was achieved on March 2017.

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 due date.

Acuité 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-17.htm>
- Entities in Infrastructure Sector- <https://www.acuite.in/view-rating-criteria-14.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

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19-Jul-2019	Term Loan	Long Term	40.00	ACUITE A- (Indicative)
	Term Loan	Long Term	40.00	ACUITE A- (Indicative)
	Term Loan	Long Term	47.40	ACUITE A- (Indicative)
	Term Loan	Long Term	45.60	ACUITE A- (Indicative)
	Term Loan	Long Term	5.00	ACUITE A- (Indicative)
14-May-2018	Term Loan	Long Term	40.00	ACUITE A-/Stable (Reaffirmed)
	Term Loan	Long Term	40.00	ACUITE A-/Stable (Reaffirmed)
	Term Loan	Long Term	47.40	ACUITE A-/Stable (Assigned)
	Term Loan	Long Term	45.60	ACUITE A-/Stable (Assigned)
	Term Loan	Long Term	5.00	ACUITE A-/Stable (Assigned)
03-Apr-2018	Term Loan	Long Term	40.00	ACUITE A-/Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE A-/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
Term Loan	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	47.40	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	45.60	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*

*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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