

Press Release

Sri Srinivasa Constructions India Private Limited

June 28, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 120.00 Cr. #
Long Term Rating	ACUITE A- Issuer not co-operating*
Short Term Rating	ACUITE A2+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE A-**' (**read as ACUITE A minus**) and short- term rating of '**ACUITE A2+**' (**read as ACUITE A two plus**) to the Rs. 120.00 crore bank facilities of Sri Srinivasa Constructions India Private Limited (SSCIP). This rating is now an indicative rating and is based on best available information.

The Karnataka based, Sri Srinivasa Constructions (SSC) was established in 1992 as a partnership firm by Mr. Y. Pitcheswara Rao and Mr. Y.V.S. Rama Krishna. In the year 2009, Sri Srinivasa Constructions India Private Limited (SSCIP) was incorporated to take over the running operations of SSC.

The company promoted by aforementioned promoters is engaged in undertaking civil construction works including water supply projects, buildings, irrigation projects, industrial projects, road projects and power transmission projects in Karnataka, Andhra Pradesh, Tamil Nadu, Meghalaya and Telangana. SSCIP is a registered Class 1 contractor for various departments including Public Work Departments (PWD), Panchayat Raj Engineering Department (PRED), Public Health Engineering Department (PHED) among others.

Analytical approach

Acuité has considered consolidated business and financial risk profiles of Sri Srinivasa Constructions India Private Limited (SSCIP), United Global Corporation Limited (UGCL) and United Infra Minerals Private Limited (UIMPL) hereinafter referred as Srinivasa Group. The consolidation is mainly on account of similarity in the line of business, strong operational & financial synergies and common management.

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.

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/criteria-default.htm>
- Infrastructure Entities - <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.

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
04-April-2018	Cash Credit	Long Term	20.00	ACUITE A-/Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE A-/Stable (Assigned)
	Bank Guarantee	Short Term	40.00	ACUITE A2+ (Assigned)
	Bank Guarantee	Short Term	18.00	ACUITE A2+ (Assigned)
	Proposed Bank Guarantee	Short Term	37.00	ACUITE A2+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE A- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE A2+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE A2+ Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	37.00	ACUITE A2+ 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 (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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