

Press Release

GHV (India) Private Limited

December 30, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 1200.00 Cr. #
Long Term Rating	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Short Term Rating	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long term rating of GHV (India) Private Limited (GIPL) to '**ACUITE BBB+**' (**read as ACUITE triple B plus**) from '**ACUITE A+**' (**read as ACUITE A plus**). The short term rating has been downgraded to '**ACUITE A2**' (**read as ACUITE A two**) from '**ACUITE A1**' (**ACUITE A one**). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

GIPL was established as a partnership firm in 1965 under the name 'G H Vijapura & Company', by Mr. G H Vijapura. The firm was later reconstituted as a private limited company under the name 'GHV (India) Private Limited'. The company is promoted by Mr. Jahid Vijapura and his brothers (second generation). The company is Engineering, Procurement and Construction (EPC) contractor and has undertaken construction projects in the area of roads, urban development, and airport runway/parking construction/reconstruction for the state and Central Government as well as private players.

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-52.htm>
- Entities in Infrastructure Sector- <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). 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.

About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	1258.30	1211.43
PAT	Rs. Cr.	42.50	40.89
PAT Margin	(%)	3.38	3.38
Total Debt/Tangible Net Worth	Times	0.65	1.28
PBDIT/Interest	Times	3.16	6.36

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
26-Aug-2019	Cash Credit	Long Term	58.00	ACUITE A+ (Indicative)
	Cash Credit	Long Term	24.00	ACUITE A+ (Indicative)
	Cash Credit	Long Term	20.00	ACUITE A+ (Indicative)
	Cash Credit	Long Term	18.00	ACUITE A+ (Indicative)
	Cash Credit	Long Term	15.00	ACUITE A+ (Indicative)
	Cash Credit	Long Term	10.00	ACUITE A+ (Indicative)
	Proposed Cash Credit	Long Term	50.00	ACUITE A+ (Indicative)
	Bank Guarantee	Short Term	245.00	ACUITE A1 (Indicative)
	Bank Guarantee	Short Term	164.00	ACUITE A1 (Indicative)
	Bank Guarantee	Short Term	64.00	ACUITE A1 (Indicative)
	Bank Guarantee	Short Term	80.00	ACUITE A1 (Indicative)
	Bank Guarantee	Short Term	27.00	ACUITE A1 (Indicative)
	Bank Guarantee	Short Term	40.00	ACUITE A1 (Indicative)
08-Jun-2018	Proposed Bank Guarantee	Short Term	385.00	ACUITE A1 (Indicative)
	Cash Credit	Long Term	58.00	ACUITE A+ / Stable (Assigned)
	Cash Credit	Long Term	24.00	ACUITE A+ / Stable (Assigned)
	Cash Credit	Long Term	20.00	ACUITE A+ / Stable (Assigned)
	Cash Credit	Long Term	18.00	ACUITE A+ / Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE A+ / Stable (Assigned)
	Cash Credit	Long Term	10.00	ACUITE A+ / Stable (Assigned)
	Proposed Cash Credit	Long Term	50.00	ACUITE A+ / Stable (Assigned)
	Bank Guarantee	Short Term	245.00	ACUITE A1 (Assigned)
	Bank Guarantee	Short Term	164.00	ACUITE A1 (Assigned)

	Bank Guarantee	Short Term	80.00	ACUITE A1 (Assigned)
	Bank Guarantee	Short Term	27.00	ACUITE A1 (Assigned)
	Bank Guarantee	Short Term	40.00	ACUITE A1 (Assigned)
	Proposed Bank Guarantee	Short Term	385.00	ACUITE A1 (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	58.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	24.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE BBB+ (Downgraded from ACUITE A+) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	245.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	164.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	64.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	80.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	27.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	385.00	ACUITE A2 (Downgraded from ACUITE A1) Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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