

## Press Release

**GHV (India) Private Limited**

March 09, 2020



### Rating Update

|                                     |   |
|-------------------------------------|---|
| <b>Total Bank Facilities Rated*</b> | Rs. 1200.00 Cr. #   |
| <b>Long Term Rating</b>             | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>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 BB+** (read as **ACUITE double B plus**) from '**ACUITE BBB+** (read as **ACUITE triple B plus**). The short term rating has been downgraded to '**ACUITE A4+** (read as **ACUITE A four plus**) from '**ACUITE A2** (read as **ACUITE A two**). 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  |
|-------------|---------------------------------|------------|------------------|--|
| 30-Dec-2019 | Cash Credit                     | Long Term  | 58.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Cash Credit                     | Long Term  | 24.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Cash Credit                     | Long Term  | 20.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Cash Credit                     | Long Term  | 18.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Cash Credit                     | Long Term  | 15.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Cash Credit                     | Long Term  | 10.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Proposed Cash Credit            | Long Term  | 50.00            | ACUITE BBB+<br>(Downgraded from ACUITE A+)<br>Issuer not co-operating* |
|             | Bank Guarantee                  | Short Term | 245.00           | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Bank Guarantee                  | Short Term | 164.00           | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Bank Guarantee                  | Short Term | 64.00            | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Bank Guarantee                  | Short Term | 80.00            | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Bank Guarantee                  | Short Term | 27.00            | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Bank Guarantee                  | Short Term | 40.00            | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |
|             | Proposed Bank Guarantee         | Short Term | 385.00           | ACUITE A2<br>(Downgraded from ACUITE A1)<br>Issuer not co-operating*   |

|             |                         |            |        |                               |
|-------------|-------------------------|------------|--------|-------------------------------|
| 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)        |
|             | Proposed Bank Guarantee | Short Term | 385.00 | ACUITE A1 (Indicative)        |
| 08-Jun-2018 | 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 | 64.00  | 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 BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 24.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 20.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 18.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 15.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 10.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Proposed Cash Credit    | Not Applicable   | Not Applicable | Not Applicable | 50.00                       | ACUITE BB+<br>(Downgraded from ACUITE BBB+)<br>Issuer not co-operating* |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 245.00                      | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 164.00                      | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 64.00                       | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 80.00                       | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 27.00                       | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 40.00                       | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |
| Proposed Bank Guarantee | Not Applicable   | Not Applicable | Not Applicable | 385.00                      | ACUITE A4+<br>(Downgraded from ACUITE A2)<br>Issuer not co-operating*   |

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

## Contacts

| Analytical  | Rating Desk   |
|---|---|
| Aditya Gupta<br>Head - Corporate and Infrastructure Sector Ratings<br>Tel: 022-49294041<br><a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a> | Varsha Bist<br>Manager - Rating Desk<br>Tel: 022-49294011<br><a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a> |
| Priyal Jain<br>Analyst - Rating Operations<br>Tel: 022-49294043<br><a href="mailto:priyal.jain@acuite.in">priyal.jain@acuite.in</a>                           |   |

### 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.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.