

Press Release

Dallu Construction Company

March 15, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 9.00 Cr. #
Long Term Rating	ACUITE B- (Upgraded from ACUITE D) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Upgraded from ACUITE D) Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed and upgraded the long-term rating to '**ACUITE B-** (read as **ACUITE B minus**)' from '**ACUITE D**' (read as **ACUITE D**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE D**' (read as **ACUITE D**) on the Rs. 9.00 crore bank facilities of Dallu Construction Company (DCC). The rating upgrade is on account of regularization of debt servicing by the firm. This rating is now an indicative rating and is based on the best available information.

DCC, a Bhopal-based partnership firm incorporated in 2006. The Partners, Mr. Ram Gopal Gupta and Mrs. Sunita Gupta have about a decade of experience in civil construction work. DCC is engaged in civil construction of roads for the government of Madhya Pradesh. It has worked for PWD of Raisen, Audyogik Kendra Vikas Nigam (AKVN) Bhopal and Mandi Board Bhopal, among others.

Non-cooperation by the issuer/borrower

Acuite 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.

Acuite 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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- 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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Position

No information provided by the issuer/ available for Acuite to comment upon.

Rating Sensitivities

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 (if applicable)

Not Applicable

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
17-Dec-2019	Cash Credit	Long Term	4.50	ACUITE D (Downgraded)
	Bank Guarantee	Short Term	4.50	ACUITE D (Downgraded)
16-Aug-2019	Cash Credit	Long Term	4.50	ACUITE B (Indicative)
	Bank Guarantee	Short Term	4.50	ACUITE A4 (Indicative)
11-Jun-2018	Cash Credit	Long Term	4.50	ACUITE B/Stable (Assigned)
	Bank Guarantee	Short Term	4.50	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE B- (Upgraded from ACUITE D) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE A4 (Upgraded from ACUITE D) Issuer not co-operating*

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

Contacts

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Disclaimer: *An Acuite 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. Acuite 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, Acuite, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuite 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. Acuite 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) for the latest information on any instrument rated by Acuite.*