

## Press Release

HCC-Al Faraa JV

December 27, 2021



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	170.00		ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	50.00	ACUITE B+   Reaffirmed   Issuer not co-operating*	
Total	220.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plusa**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 220.00 crore bank facilities of HCC-Al Faraa JV. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

### About the Company

Mumbai based, HCC - Alfaraa JV (HAJV) is a joint venture entity between Hindustan Construction Company Limited (HCC) and Alfaraa Infraprojects Private Limited (AIPL) with profit sharing ratio of 51:49, HCC is the lead member in the joint venture. It was established in 2017. HCC is the lead member in the joint venture. HAJV is formed for the construction of Pune metro rail project under Project – 1. HAJV is responsible for construction, testing and commissioning of the permanent works which will include designing and construction of 09 Metro stations for Pune Metro Corridor – I.

### 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 the due date.

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

### 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.

### About the Rated Entity - Key Financials

The rated entity has not shared the latest Financial Statements despite repeated attempts.

### Rating Sensitivity

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

### Liquidity Position

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

### Status of non-cooperation with previous CRA

None

### Any other information

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

### Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Oct 2020	Proposed Cash Credit	Long Term	50.00	ACUITE B+ (Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	50.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	120.00	ACUITE A4 (Issuer not co-operating*)
16 Jul 2019	Proposed Letter of Credit	Short Term	50.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	120.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	50.00	ACUITE B+ (Issuer not co-operating*)
20 Jun 2018	Proposed Cash Credit	Long Term	50.00	ACUITE B+   Stable (Assigned)
	Proposed Bank Guarantee	Short Term	120.00	ACUITE A4 (Assigned)
	Proposed Letter of Credit	Short Term	50.00	ACUITE A4 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	50.00	50.00	ACUITE B+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	120.00	120.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	50.00	50.00	ACUITE A4   Reaffirmed   Issuer not co-operating*

## Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Aditya Sahu Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:aditya.sahu@acuite.in">aditya.sahu@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, 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.