



## Press Release

Adwalpalkar Constructions And Resorts Private Limited  
July 25, 2024

### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	55.00	ACUITE B+   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	3.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	58.00	-	-

## Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE Double B minus**) and reaffirmed its short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 58 crore bank facilities of Adwalpalkar Constructions and Resorts Private Limited (ACRPL).

Acuite had sent repeated reminders to the company for sharing critical information for surveillance of the ratings. But despite multiple requests, the company has remained non-cooperative in providing the information. The rating is now flagged as "Issuer Not-Cooperating" and is based on the best information available. The downgrade is on account of information risk.

## About the Company

Incorporated in 2010 at Goa, ACRPL was promoted by Mr. Mahesh Adwalpalkar, Mrs. Jyoti Adwalpalkar and Mr. Shripad Adwalpalkar. The company is engaged in the construction of commercial and residential properties along with running a chain of hotels with the brand name of 'Sing' in Goa. The company also has two Ready Mix Concrete Plants (RMC), one was installed in January 2020 and other was installed in June 2021 and is planning to install one more plant in FY2024.

## Unsupported Rating

Not Applicable

## 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. 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.

### **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.

### **Rating Sensitivities**

"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."

### **Outlook: Not Applicable**

### **Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 24 (Provisional)	FY 23 (Actual)
Operating Income	Rs. Cr.	214.93	134.59
PAT	Rs. Cr.	18.92	3.00
PAT Margin	(%)	8.80	2.23
Total Debt/Tangible Net Worth	Times	1.88	2.10
PBDIT/Interest	Times	3.89	2.25

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 May 2023	Bank Guarantee (BLR)	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Dropline Overdraft	Long Term	6.00	ACUITE BB-   Stable (Reaffirmed)
	Dropline Overdraft	Long Term	9.00	ACUITE BB-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	4.90	ACUITE BB-   Stable (Reaffirmed)
	Secured Overdraft	Long Term	11.07	ACUITE BB-   Stable (Reaffirmed)
	Secured Overdraft	Long Term	0.98	ACUITE BB-   Stable (Reaffirmed)
	Term Loan	Long Term	6.53	ACUITE BB-   Stable (Reaffirmed)
	Term Loan	Long Term	0.96	ACUITE BB-   Stable (Reaffirmed)
	Term Loan	Long Term	2.48	ACUITE BB-   Stable (Reaffirmed)
	Term Loan	Long Term	13.08	ACUITE BB-   Stable (Reaffirmed)
05 Apr 2023	Bank Guarantee (BLR)	Short Term	3.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	3.90	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	11.07	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	0.98	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	6.53	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	1.00	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.96	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	2.48	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	13.08	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Dropline Overdraft	Long Term	6.00	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
	Dropline Overdraft	Long Term	9.00	ACUITE BB- (Reaffirmed & Issuer not co-operating*)
05 Jan	Bank Guarantee (BLR)	Short Term	3.00	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Dropline Overdraft	Long Term	9.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Dropline Overdraft	Long Term	6.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Secured Overdraft	Long Term	11.07	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Secured Overdraft	Long Term	0.98	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
		Long		ACUITE BB- (Downgraded & Issuer not co-

2022	Secured Overdraft	Term	3.90	operating* from ACUITE BB   Stable)
	Term Loan	Long Term	6.53	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Term Loan	Long Term	1.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Term Loan	Long Term	0.96	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Term Loan	Long Term	13.08	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Term Loan	Long Term	2.48	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Dropline Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.00	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
State Bank of India	Not avl. / Not appl.	Dropline Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	9.00	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.90	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
Union Bank of India	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	11.07	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
Saraswat Bank	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.98	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
NKGSB Cooperative Bank Ltd	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.53	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.96	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )

State Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.48	ACUITE B+   Downgraded   Issuer not co-operating* (from ACUITE BB- )
Saraswat Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	13.08	ACUITE B+   Downgraded   Issuer not co-operating* (from ACUITE BB- )



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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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.

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