



Press Release

Essal Infrastructure Private Limited

January 15, 2020

Rating Update

Total Bank Facilities Rated*	Rs.23.55 Cr.#
Long Term Rating	ACUITE C (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+/Stable) Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed and downgraded long-term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB**' (read as **ACUITE double**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs.23.55 crore bank facilities of Essal Infrastructure Private Limited (EIPL). The downgrade in rating is due to feedback received from the bankers on the company's tight liquidity position. However, Acuité has not been able to obtain any formal confirmation from the bankers regarding EIPL's liquidity status. This rating is now an indicative rating and is based on best available information.

Essal Infrastructure Private Limited (EIPL) was incorporated in the year of 2004 by Mr. Anand Agrwal, Mr. Arun Agarwal, Mr. Vijay Pratap Singh, Mr. Jai Prakash Agarwal and Mrs. Sushma Agarwal. The company is engaged in civil construction work for Naya Raipur Development Authority (NRDA) and Chhattisgarh Housing Board among others. The company is also engaged in mining excavation activity for COAL India subsidiary. The company has its registered office located at Raipur, Chhattisgarh.

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.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/criteria-fin-ratios.htm>
- Entities in infrastructure sector - <https://www.acuite.in/view-rating-criteria-15.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

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

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

None

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
20-Nov-2018	Cash Credit	Long Term	6.00	ACUITE BB/Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.05	ACUITE BB/Stable (Assigned)
	Bank Guarantee	Short Term	17.50	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE C (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Proposed Long term Loan	Not Applicable	Not Applicable	Not Applicable	0.05	ACUITE C (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	17.50	ACUITE A4 (Downgraded from ACUITE A4+/Stable) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Pooja Ghosh Head - Corporate and Infrastructure Sector Ratings Tel: 033-6620 1203 pooja.ghosh@acuite.in</p> <p>Shubham Ghosh Analyst - Rating Operations Tel: 033-66201212 shubham.ghosh@acuite.in</p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in</p>

About Acuite Ratings & Research:

Acuite Ratings & Research Limited (Erstwhile ACUITE 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.

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