

Press Release

RSSB Hike Private Limited

September 12, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|------------------|--|--|
| Bank Loan Ratings | 10.00 | ACUITE BB- Downgraded Issuer not co-operating* | - |
| Bank Loan Ratings | 5.00 | - | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 15.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (Read as **ACUITE double B**) and reaffirmed the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.15.00 crore bank facilities of RSSB Hike Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

RHPL was established in 1992 as a partnership firm under the name 'M/s Ramsharan Singh' by Mr. Ramsharan Singh Bhaduriya and has changed its constitution in October 2018 and name to its current name. The company is engaged into civil construction work for Chhattisgarh Medical Service Corporation Ltd, Chhattisgarh Rural Road Development Authority, Public Works Department (PWD) Chhattisgarh, Police Housing Corporation, Chhattisgarh, Madhya Pradesh Laghu Udyog Nigam Limited, Chhattisgarh Housing Board, Raipur, and District Construction Committee Sukma.

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 an 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 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 requests.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

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>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|------------|-----------------|--|
| 14 Jun 2021 | Proposed Cash Credit | Long Term | 8.00 | ACUITE BB (Downgraded and Issuer not co-operating*) |
| | Proposed Bank Guarantee | Short Term | 1.25 | ACUITE A4+ (Issuer not co-operating*) |
| | Cash Credit | Long Term | 2.00 | ACUITE BB (Downgraded and Issuer not co-operating*) |
| | Bank Guarantee | Short Term | 3.75 | ACUITE A4+ (Issuer not co-operating*) |
| 16 Mar 2020 | Proposed Bank Guarantee | Short Term | 1.25 | ACUITE A4+ (Downgraded and Issuer not co-operating*) |
| | Cash Credit | Long Term | 2.00 | ACUITE BB+ (Downgraded and Issuer not co-operating*) |
| | Proposed Cash Credit | Long Term | 8.00 | ACUITE BB+ (Downgraded and Issuer not co-operating*) |
| | Bank Guarantee | Short Term | 3.75 | ACUITE A4+ (Downgraded and Issuer not co-operating*) |
| 03 Jan 2019 | Cash Credit | Long Term | 2.00 | ACUITE BBB- Stable (Assigned) |
| | Proposed Cash Credit | Long Term | 8.00 | ACUITE BBB- Stable (Assigned) |
| | Proposed Bank Guarantee | Short Term | 1.25 | ACUITE A3 (Assigned) |
| | Bank Guarantee | Short Term | 3.75 | ACUITE A3 (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|---------------------|----------------|-------------------------|------------------|----------------|----------------|-------------------|--|
| State Bank of India | Not Applicable | Bank Guarantee (BLR) | Not Applicable | Not Applicable | Not Applicable | 3.75 | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| State Bank of India | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE BB- Downgraded Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.25 | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 8.00 | ACUITE BB- Downgraded Issuer not co-operating* |

Contacts

| Analytical | Rating Desk |
|---|--|
| <p>Pooja Ghosh Vice President-Rating Operations Tel: 022-49294041 pooja.ghosh@acuite.in</p> <p>Abhishek Singh Analyst-Rating Operations Tel: 022-49294065 abhishek.s@acuite.in</p> | <p>Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in</p> |

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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