

Press Release

Sri Sai Lakshmi Constructions And Co

June 04, 2021



Rating Update

Total Bank Facilities Rated*	Rs.90.00 Cr.#
Long Term Rating	ACUITE BB (Downgraded from BB+) Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) from '**ACUITE BB+**(**read as ACUITE double B plus**)' and short term rating of '**ACUITE A4+**'(**read as ACUITE A four plus**) on the Rs.90.00 crore bank facilities of Sri Sai Lakshmi Constructions And Co (SSLC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Incorporated in 1997, SSLC is engaged in the business of civil construction and primarily undertakes irrigation work in Andhra Pradesh, Telangana, Uttar Pradesh and Odisha. The entity is promoted by Mr. K. Venkateswara Rao and G. Ratna Prakash along with seven other partners. The firm undertakes irrigation projects for The Superintending Engineer, Water Resource Department, Government of Andhra Pradesh, SEW Infrastructure Limited, Megha Engineering & Infrastructures Limited, among others.

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 the 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/view-rating-criteria-52.htm>
- Infrastructure Entities - <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). 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.

Liquidity Indicators

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

Rating Sensitivity

"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)

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.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
06-Mar-2020	Cash Credit	Long Term	4.00	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
	Cash Credit	Long Term	7.00	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
	Cash Credit	Long Term	8.00	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
	Bank Guarantee	Short Term	16.00	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A3)
	Bank Guarantee	Short Term	28.00	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
	Bank Guarantee	Short Term	27.00	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
22-Jan-2019	Cash Credit	Long Term	4.00	ACUITE BBB-/Stable (Assigned)
	Cash Credit	Long Term	7.00	ACUITE BBB-/Stable (Assigned)
	Cash Credit	Long Term	8.00	ACUITE BBB-/Stable (Assigned)
	Bank Guarantee	Short Term	16.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	28.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	27.00	ACUITE A3 (Assigned)

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

***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	4.00	ACUITE BB (Downgraded from BB+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB (Downgraded from BB+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE BB (Downgraded from BB+) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	28.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	27.00	ACUITE A4+ Issuer not co-operating*

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

Contacts

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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 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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