



Press Release
RAIPUR CONSTRUCTION PRIVATE LIMITED
November 26, 2025
Rating Reaffirmed

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.00	ACUITE BBB Stable Reaffirmed	-
Bank Loan Ratings	49.00	-	ACUITE A3+ Reaffirmed
Total Outstanding Quantum (Rs. Cr)	50.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE BBB**' (read as **ACUITE triple B**) and the short-term rating of '**ACUITE A3+**' (read as **ACUITE A three Plus**) on the Rs. 50.00 Cr. bank facilities of Raipur Construction Private Limited. The outlook is '**Stable**'.

Rationale for Rating

The rating reaffirmation reflects stable business risk profile with slight improvement in operations and to Rs. 287.52 Cr. in FY25 against Rs. 278.99 Cr. in FY24. Additional positive factors include an experienced management team and a healthy financial risk profile. The rating also considers the company's adequate liquidity position, which is reflected in its sufficient net cash accruals to meet debt obligations. However, the rating is constrained due to delay in project execution due to departmental issues and the current order book of Rs. ~510.43 Crore as of 31st Oct 2025 provides moderate revenue visibility over the medium term with an OB/OI of 1.78 times.

About the Company

Incorporated in 1998, Raipur Construction Private Limited (RCPL) is engaged in the business of civil construction and primarily undertakes road construction works in the state of Chhattisgarh. The company is promoted by Mr. Mohammad Asgar and Mr. Mohammad Aamir. RCPL undertakes civil construction projects for Nagar Nigam Raipur, the Water Resource Department (WRD), the Chhattisgarh State Industrial Development Corporation (CSIDC), the Public Works Department (PWD), the Chhattisgarh Road Development Corporation (CGRDC), the Indian Railway Construction Company Limited (IRCON), and the Pradhan Mantri Gramme Sadak Yojana (PMGSY), among others.

Unsupported Rating

Not applicable

Analytical Approach

Acuite has considered the standalone business and financial risk profile of RCPL to arrive at the rating.

Key Rating Drivers

Strengths

Long track record of operation and experienced management

The company was established in 1998 by Mr. Mohammad Asgar and Mr. Mohammad Aamir, who have a healthy experience of more than two decades in civil construction work. During this tenure, they have completed a lot of major projects for Nagar Nigam Raipur, the Water Resource Department (WRD), the Chhattisgarh State Industrial Development Corporation (CSIDC), the Public Works Department (PWD), the Chhattisgarh Road Development Corporation (CGRDC), the Indian Railway Construction Company Limited (IRCON), and the Pradhan Mantri Gramme Sadak Yojana (PMGSY), among others. The company's track record in construction and its healthy relationship with its key clients are reflected in the repeat orders received from the latter.

Acuité believes that the company will continue to benefit from the vast experience of its management as well as long track record of operations over the medium term.

Improvement in scale of operations

The company witnessed a slight improvement in its scale of operations, marked by an operating income of Rs. 287.52 Cr. in FY2025 as against Rs. 278.99 Cr. in FY2024. The Company had an order book of Rs. 510.43 Crore approximately as on 31st Oct 2025, with an OB/OI of 1.78 times, which provides it moderate revenue visibility over the medium term. Going forward, the ability of the company to bag new orders and timely execution of the existing orders will remain a key rating monitorable. The operating margin of the company stood at 16.31 per cent in FY2025 as against 10.61 per cent in FY2024. The increase in the operating margin is due to decline in cost of raw material. The PAT margin of the company stood at 11.61 per cent in FY2025 against 7.02 per cent in FY2024. Acuité believes that going forward the company's ability to ramp up operations along with stable profitability will remain a key monitorable.

Healthy Financial Risk Profile

The financial risk profile of the company is healthy marked by net-worth of Rs. 111.79 Crore as on 31st March 2025 against Rs. 78.42 Crore as on 31st March 2024. Further, the total debt of the company stood at Rs. 0.91 Crore as on 31st March 2025 against Rs. 1.48 Crore as on 31st March 2024. The capital structure of the company is comfortable marked by gearing ratio of the company which stood at 0.01 times as on 31st March 2025 against 0.02 times as on 31st March 2024. Further, the coverage indicators of the company improved reflected by interest coverage ratio and debt service coverage ratio of the company which stood at 43.07 times and 16.94 times respectively as on 31st March 2025 against 16.55 times and 8.28 times respectively as on 31st March 2024. The TOL/TNW ratio of the company stood at 0.70 times as on 31st March 2025 against 0.80 times as on 31st March 2024 and DEBT-EBITDA of the company stood at 0.02 times as on 31st March 2025 against 0.05 times as on 31st March 2024. Acuité believes that going forward the financial risk profile of the company will remain healthy with no major debt funded capex plans.

Weaknesses

Moderate working capital operations

The working capital operations of the company is moderately marked by GCA days which stood at 97 days as on 31st March 2025 against 57 days as on 31st March 2024. There is an increase in the GCA days due to the debtors days of the company which stood at 67 days in FY25 against 15 days in FY24 due to an increase in the amount withheld by the government department. Creditor days of the company stood at 22 days in FY25 against 21 days in FY24. However, inventory days of the company stood at 16 days in FY25 against 27 days in FY24. Acuité believes that the working capital operations of the company will remain in the same range over the medium term.

Presence in fragmented and competitive construction industry

The civil construction sector is marked by the presence of several mid- to large-sized players. The company faces intense competition from other players in the sector. The group specializes in civil works related to the construction of roads and buildings, mainly for the government of Chhattisgarh and various municipal corporations in the state of Chhattisgarh. The company faces competition from large players as well as many local and small, unorganised players. However, this risk is mitigated to an extent on account of the experience of the management and the group's well-established presence in its territory.

Rating Sensitivities

- Movement in scale of operations and profitability
- Movement in working capital operations

Liquidity Position

Adequate

The liquidity profile of the company is adequate. The net cash accruals of company stood at Rs. 35.93 Cr. in FY25 against the debt obligation of Rs. 1.06 Cr. for the same period. The company has cash & bank position of Rs. 1.36 Cr. and current ratio stood at 0.96 times for FY25. The average fund based bank limit utilization is at 61.94% and non-fund based bank limit utilization is at 92.50% for the 12 months' period ending October 2025. Acuite believes that the Company will continue to enjoy adequate liquidity at the back of healthy cash accruals with minimal debt repayments and absence of debt funded capex plans over the medium term.

Outlook: Stable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 25 (Actual)	FY 24 (Actual)
Operating Income	Rs. Cr.	287.52	278.99
PAT	Rs. Cr.	33.37	19.58
PAT Margin	(%)	11.61	7.02
Total Debt/Tangible Net Worth	Times	0.01	0.02
PBDIT/Interest	Times	43.07	16.55

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

Not applicable

Any other information

None

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité 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.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
02 Sep 2024	Bank Guarantee/Letter of Guarantee	Short Term	40.00	ACUITE A3+ (Reaffirmed)
	Proposed Bank Guarantee	Short Term	9.00	ACUITE A3+ (Reaffirmed)
	Secured Overdraft	Long Term	0.15	ACUITE BBB Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.85	ACUITE BBB Stable (Reaffirmed)
05 Jun 2023	Bank Guarantee/Letter of Guarantee	Short Term	40.00	ACUITE A3+ (Upgraded from ACUITE A3)
	Proposed Bank Guarantee	Short Term	9.00	ACUITE A3+ (Upgraded from ACUITE A3)
	Secured Overdraft	Long Term	0.15	ACUITE BBB Stable (Upgraded from ACUITE BBB- Stable)
	Proposed Long Term Bank Facility	Long Term	0.85	ACUITE BBB Stable (Upgraded from ACUITE BBB- Stable)
23 Mar 2022	Bank Guarantee/Letter of Guarantee	Short Term	40.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Guarantee	Short Term	9.00	ACUITE A3 (Reaffirmed)
	Secured Overdraft	Long Term	0.15	ACUITE BBB- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.85	ACUITE BBB- Stable (Reaffirmed)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Punjab and Sind Bank	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	40.00	Simple	ACUITE A3+ Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Bank Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	9.00	Simple	ACUITE A3+ Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.85	Simple	ACUITE BBB Stable Reaffirmed
Punjab and Sind Bank	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.15	Simple	ACUITE BBB Stable Reaffirmed

Contacts

Mohit Jain Chief Analytical Officer-Rating Operations	Contact details exclusively for investors and lenders
Siddharth Garg Associate Analyst-Rating Operations	Mob: +91 8591310146 Email ID: analyticalsupport@acuite.in

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.

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. Ratings assigned by Acuité 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. Ratings assigned by Acuité 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) for the latest information on any instrument rated by Acuité. Please visit <https://www.acuite.in/faqs.htm> to refer FAQs on Credit Rating.

Note: None of the Directors on the Board of Acuité Ratings & Research Limited are members of any rating committee and therefore do not participate in discussions regarding the rating of any entity.