



**Press Release**  
**SLC Projects Private Limited**  
**September 07, 2023**

**Rating Reaffirmed and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	18.00	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	12.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	30.00	-	-

**Rating Rationale**

Acuite has reaffirmed its long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) and short-term rating of '**ACUITE A4**' (read as **ACUITE A Four**) to the Rs.30.00 Cr bank facilities of SLC Projects Private Limited (SPPL). This rating is now an indicative rating and is based on best available information.

**About the Company**

SLC Projects Private Limited (SPPL) commenced its operations in 1968 and provides infrastructure construction and engineering services. The company is actively involved in construction, electrical, and mechanical works for government defence-related projects. The company is set up by Mr. P. Subbaraju and the company operates from Visakhapatnam, Andhra Pradesh.

**Non-cooperation by the issuer/borrower**

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. Acuite believes that information risk is a critical component in such ratings, and noncooperation 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). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite 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.

**All Covenants**

Not Available

**Liquidity Position**

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



Not Applicable

## Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	74.75	56.93
PAT	Rs. Cr.	0.62	0.36
PAT Margin	(%)	0.83	0.62
Total Debt/Tangible Net Worth	Times	2.51	1.90
PBDIT/Interest	Times	1.70	2.18

### Status of non-cooperation with previous CRA

Crisil, vide its press release dated February 28, 2023 had denoted the rating to SLC Projects Private Limited (SPPL) as 'B+/Stable/A4' (Issuer Not Cooperating)' on account of lack of adequate information required for monitoring of ratings.

### 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>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.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
04 May 2023	Cash Credit	Long Term	14.00	ACUITE B+   Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	0.93	ACUITE B+   Stable (Reaffirmed)
	Bank Guarantee	Short Term	12.00	ACUITE A4 (Reaffirmed)
	Term Loan	Long Term	1.83	ACUITE B+   Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	1.24	ACUITE B+   Stable (Reaffirmed)
02 May 2022	Bank Guarantee	Short Term	12.00	ACUITE A4 (Upgraded from ACUITE D)
	Working Capital Term Loan	Long Term	1.97	ACUITE B+   Stable (Upgraded from ACUITE D)
	Proposed Bank Facility	Long Term	0.20	ACUITE B+   Stable (Upgraded from ACUITE D)
	Term Loan	Long Term	1.83	ACUITE B+   Stable (Upgraded from ACUITE D)
	Cash Credit	Long Term	14.00	ACUITE B+   Stable (Upgraded from ACUITE D)
29 Nov 2021	Working Capital Term Loan	Long Term	1.97	ACUITE D (Downgraded from ACUITE BB   Stable)
	Cash Credit	Long Term	14.00	ACUITE D (Downgraded from ACUITE BB   Stable)
	Proposed Bank Facility	Long Term	2.03	ACUITE D (Downgraded from ACUITE BB   Stable)
	Bank Guarantee	Short Term	12.00	ACUITE D (Downgraded from ACUITE A4+)
23 Jul 2021	Bank Guarantee	Short Term	12.00	ACUITE A4+ (Upgraded from ACUITE A4)
	Proposed Bank Facility	Long Term	2.03	ACUITE BB   Stable (Upgraded from ACUITE BB-   Stable)
	Working Capital Term Loan	Long Term	1.97	ACUITE BB   Stable (Assigned)
	Cash Credit	Long Term	14.00	ACUITE BB   Stable (Upgraded from ACUITE BB-   Stable)
21 May 2020	Cash Credit	Long Term	14.00	ACUITE BB-   Stable (Assigned)
	Proposed Cash Credit	Long Term	4.00	ACUITE BB-   Stable (Assigned)
	Bank Guarantee	Short term	12.00	ACUITE A4 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	Simple	12.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	14.00	ACUITE B+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	1.24	ACUITE B+   Reaffirmed   Issuer not co-operating*
Bank of India	Not Applicable	Term Loan	13 Nov 2021	Not available	13 Dec 2026	Simple	1.83	ACUITE B+   Reaffirmed   Issuer not co-operating*
Bank of India	Not Applicable	Working Capital Term Loan	13 Aug 2020	7.50	13 Sep 2024	Simple	0.93	ACUITE B+   Reaffirmed   Issuer not co-operating*

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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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