

## Press Release

Shree Balaji Tirupati Construction

August 04, 2021



### Rating Update

|                                     |                                       |
|-------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs.50.00 Crore#                       |
| <b>Long Term Rating</b>             | ACUITE B+<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | ACUITE A4<br>Issuer not co-operating* |

#Refer Annexure for details

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

### Rating Rationale

ACUITE has reviewed the long term rating of '**ACUITE B+** (**read as ACUITE B plus**) and short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.50.00 Cr bank facilities of Shree Balaji Tirupati Construction (SBTC). This rating is now an indicative rating and is based on best available information. The rating is constrained by information risk.

### About the rated entity

Incorporated in the year 2003, SBTC is an Agar-Madhya Pradesh based firm. The firm is promoted by Mr. Chandra Prakash Verma. The firm is engaged in the construction of roads and dams and selling of raw materials. The firm mainly work for PWD and Irrigation department of Madhya Pradesh.

### 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation 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 Acuité's policies.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in 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>

### 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 (Upto last three years)**

| Date        | Name of Instrument / Facilities | Term       | Amount (Rs. Cr.) | Ratings/Outlook             |
|-------------|---------------------------------|------------|------------------|-----------------------------|
| 28-May-2020 | Cash Credit                     | Long Term  | 5.00             | ACUITE B+/Stable (Assigned) |
|             | Proposed Fund Based Facility    | Long Term  | 42.10            | ACUITE B+/Stable (Assigned) |
|             | Bank Guarantee                  | Short Term | 2.90             | ACUITE A4 (Assigned)        |

**\*Annexure – Details of instruments rated**

| Lender Name    | Name of the Facilities       | Date of Issuance | Coupon Rate    | Maturity Date  | Value of the Issue (Rs. Cr.) | Ratings/Outlook                    |
|----------------|------------------------------|------------------|----------------|----------------|------------------------------|------------------------------------|
| Bank of India  | Cash Credit                  | Not Applicable   | Not Applicable | Not Applicable | 5.00                         | ACUITE B+ Issuer not co-operating* |
| Not Applicable | Proposed Fund Based Facility | Not Applicable   | Not Applicable | Not Applicable | 42.10                        | ACUITE B+ Issuer not co-operating* |
| Bank of India  | Bank Guarantee               | Not Applicable   | Not Applicable | Not Applicable | 2.90                         | 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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