Press Release
SLR Construction Private Limited
August 21, 2023
Rating Downgraded,Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.20	ACUITE C | Reaffirmed | Issuer not co-operating*	-
Bank Loan Ratings	1.80	ACUITE D | Downgraded | Issuer not co-operating*	-
Bank Loan Ratings	12.00	-	ACUITE D | Downgraded | Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	14.00	-	-

Rating Rationale

Acuité has downgraded its long term rating to **'ACUITE D' (read as ACUITE D)'** from **'ACUITE C' (read as ACUITE C)** and short term rating to **'ACUITE D' (read as ACUITE D)'** from '**ACUITE A4' (read as ACUITE A four)** on Rs 13.80 crore bank facilities. The long term rating is reaffirmed to **'ACUITE C' (read as ACUITE C)** on bank facilities Rs 0.20 crore of SLR Construction Private Limited. The rating continues to be flagged as "Issuer Not Cooperating". The downgrade is on account of default reported in public notice published under Securitization & Reconstruction of Financial Assets & Enforcement of Security Interest Act (SARFAESI), 2002.

About the Company

SLR Construction Private Limited (SLRCPL) was incorporated in 2006, by Mr. Shiv Kumar Bansal and his family, based in Delhi. The company is a class A civil contractor for CNG stations and buildings. Company is engaged into tender bases business where the company constructs work station/terminal in the pipeline project. All the projects are operated through GAIL (Gas Authority of India Limited), India's state-owned natural gas Processing and Distribution Company.

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.

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 endeavoured 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 ratingis based.

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
Not Applicable

Key Financials

Particulars	Unit	FY 20 (Actual)	FY 19 (Actual)
Operating Income	Rs. Cr.	21.98	21.49
PAT	Rs. Cr.	0.41	0.26
PAT Margin	(%)	1.87	1.20
Total Debt/Tangible Net Worth	Times	0.79	1.08
PBDIT/Interest	Times	2.74	1.94

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

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
30 Mar 2023	Cash Credit	Long Term	1.80	ACUITE C (Issuer not co-operating*)
	Bank Guarantee	Short Term	12.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.20	ACUITE C (Issuer not co-operating*)
03 Jan 2022	Cash Credit	Long Term	1.80	ACUITE C (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	12.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.20	ACUITE C (Downgraded and Issuer not co-operating*)
20 Nov 2020	Cash Credit	Long Term	1.80	ACUITE BB- | Stable (Assigned)
	Bank Guarantee	ShortTerm	12.00	ACUITE A4 (Assigned)
	Proposed Bank Facility	Long Term	0.20	ACUITE BB- | Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	12.00	ACUITE D | Downgraded | Issuer not co-operating*
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	1.80	ACUITE D | Downgraded | Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	0.20	ACUITE C | Reaffirmed | Issuer not co-operating*

Contacts

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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.