

Press Release

MMR Construction Company Private Limited

June 17, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---|------------------|--|--|
| Bank Loan Ratings | 15.00 | - | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| Bank Loan Ratings | 15.00 | ACUITE BB+ Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 30.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 30.00 Cr bank facilities of MMR Construction Company Private Limited. This rating is now an indicative rating and is based on best available information.

About the Company

MMR Construction Company Private Limited (MCCPL) is a Noida based privately held company incorporated in 2008 by Mr. Mahipal Singh Raghav who possess more than four decades of experience in construction activities. MCCPL is engaged into execution of civil and electrical contracts for government entities and trading of construction material. It is also engaged in leasing of properties and construction of residential houses & commercial towers on contractual basis since 2008. Later in the year 2015, the company shifted its focus towards civil and electrical contracts.

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 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 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.

Rating Sensitivities

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.

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Brickwork vide its press release dated 21 February 2022, has mentioned the rating of MMR Construction Company Private Limited to '[BWR] A4' Issuer Not Cooperating as on 21 February 2022.

Infomeric vide its press release dated 26 February 2022, has mentioned the rating of MMR Construction Company Private Limited to '[IVR] B+/A4' Issuer Not Cooperating as on 26 February 2022.

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>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|------------|-----------------|--------------------------------|
| 01 Apr 2021 | Bank Guarantee | Short Term | 15.00 | ACUITE A4+ (Assigned) |
| | Term Loan | Long Term | 1.43 | ACUITE BB+ Stable (Assigned) |
| | Term Loan | Long Term | 0.41 | ACUITE BB+ Stable (Assigned) |
| | Term Loan | Long Term | 3.70 | ACUITE BB+ Stable (Assigned) |
| | Secured Overdraft | Long Term | 0.27 | ACUITE BB+ Stable (Assigned) |
| | Proposed Bank Facility | Long Term | 4.95 | ACUITE BB+ Stable (Assigned) |
| | Term Loan | Long Term | 2.24 | ACUITE BB+ Stable (Assigned) |
| | Term Loan | Long Term | 2.00 | ACUITE BB+ Stable (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|--|----------------|------------------------------------|------------------|----------------|----------------|-------------------|--|
| Indian Bank | Not Applicable | Bank Guarantee (BLR) | Not Applicable | Not Applicable | Not Applicable | 0.22 | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| Indian Bank | Not Applicable | Bank Guarantee/Letter of Guarantee | Not Applicable | Not Applicable | Not Applicable | 14.78 | ACUITE A4+ Reaffirmed Issuer not co-operating* |
| Indian Bank | Not Applicable | Overdraft | Not Applicable | Not Applicable | Not Applicable | 0.27 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Long Term Bank Facility | Not Applicable | Not Applicable | Not Applicable | 4.95 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Dewan Housing Finance Corporation | Not Applicable | Term Loan | 31-12-2014 | 13.75 | 10-02-2032 | 3.70 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Dewan Housing Finance Corporation | Not Applicable | Term Loan | 27-02-2018 | 10.75 | 10-10-2033 | 1.43 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Small Industries Development Bank of India | Not Applicable | Term Loan | 20-12-2016 | 12.00 | 01-03-2027 | 2.24 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Small Industries Development Bank of India | Not Applicable | Term Loan | 15-07-2020 | Not available | 10-06-2024 | 0.41 | ACUITE BB+ Reaffirmed Issuer not co-operating* |
| Religare Finvest Ltd. | Not Applicable | Term Loan | 31-12-2014 | 14 | 01-01-2026 | 2.00 | ACUITE BB+ Reaffirmed Issuer not co- |

Contacts

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|---|--|
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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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