

Press Release
DUCON INFRA TECHNOLOGIES LIMITED
November 17, 2025
Rating Downgraded & Withdrawn



Product	Quantum (Rs. Cr)	Long Term Rating	Shc Rating
Bank Loan Ratings	45.49	ACUITE C Downgraded & Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	45.49	-	-

Rating Rationale

Acuite has downgraded and withdrawn its long term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE B+**' (read as **ACUITE B plus**) on Rs. 45.49 Cr. bank loan facilities of Ducon Infratechnologies limited (DIL). The rating has been withdrawn on account of request received from the company and No Objection certificate (NOC) issued by the banker. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

Rationale for downgrade:

The rating downgrade takes cognizance of delays in servicing debt obligations by DIL in term loan (GECL loan) in the month of September 2025 as reflected in the credit bureau information report (CRIF) as well as the term loan account statements of the company.

About the Company

Incorporated in March 2005, Maharashtra-based Ducon Infratechnologies Limited (DIL) is the Indian arm of Ducon Technologies Inc., USA. The company is promoted by Mr. Arun Govil. Ducon undertakes turnkey projects for setting up industrial pollution control and material handling systems. Ducon Infratechnologies Limited was established in India to take advantage of opportunities in the Indian subcontinent in the fields of air pollution control, bulk material handling, and other related industrial projects. As an EPC (Engineering Procurement & Construction) company, DIL has executed multiple projects over the last 14 years in India.

About the Group

The Ducon Group (DG) consists of two companies i.e. Ducon Infratechnologies Limited and its wholly owned subcompany, company Ducon Combustion Equipment Inc. (DCE). In the year 2017, DIL has set up its wholly owned subsidiary company in the name of Ducon Combustion Equipment Inc. (DCE) in New York, USA in order to sell diversified combustion and power products. The products includes steam & power turbines, heat recovery steam generators and cogeneration plants using both gas and biomass fuels.

Unsupported Rating

Not applicable

Analytical Approach

Extent of Consolidation

- Full Consolidation

Rationale for Consolidation or Parent / Group / Govt. Support

Acuité has consolidated the business and financial risk profiles of Ducon Infratechnologies Limited (DIL) and its wholly own subsidiary Ducon Combustion Equipment Inc. (DCE) together referred to as the 'Ducon Group' (DG). The consolidation is in view of the common management, same line of business and financial linkages between the entities.

Key Rating Drivers

Strengths

Established track record of operations along with experienced management

Ducon, promoted by Mr. Arun Govil (Managing Director), is engaged in undertaking EPC contracts for setting up industrial pollution control and material handling systems, as well as dealing in IT hardware. The company has forayed into FGD systems in thermal power plants, along with bulk material handling services and rural and urban electrification, including the construction of substations. The promoter, Mr. Arun Govil, has gained over three decades of experience from his overseas business in Ducon Technologies Inc. and is ably supported by a well-experienced second line of management. The experience of the promoters and the well-established track record of operations have helped the company build strong relationships with some of the reputed clientele in the country. Acuité believes that the company will sustain its existing business risk profile on the back of an established track record of operations and experienced management over the medium term.

Weaknesses

Instance of delay in debt servicing

Instance of delays in servicing debt obligations by DIL in term loan (GECL loan) in the month of September 2025 by 1 day as reflected in the credit bureau information report (CRIF) as well as the term loan account statements of the company.

Rating Sensitivities

Not applicable

Liquidity Position: Poor

The liquidity position of the company is marked poor on account of instance of delay in servicing of term loan obligation by the company.

Outlook: Not applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 25 (Actual)	FY 24 (Actual)
Operating Income	Rs. Cr.	450.63	418.76
PAT	Rs. Cr.	13.55	7.63
PAT Margin	(%)	3.01	1.82
Total Debt/Tangible Net Worth	Times	0.61	0.86
PBDIT/Interest	Times	2.91	2.21

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

Not applicable

Any Other Information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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
09 Jul 2025	Cash Credit	Long Term	45.49	ACUITE B+ Stable (Reaffirmed)
19 Jun 2025	Cash Credit	Long Term	45.49	ACUITE B+ Stable (Upgraded from ACUITE D)
	Cash Credit	Long Term	11.51	ACUITE B+ (Upgraded & Withdrawn from ACUITE D)
	Bank Guarantee/Letter of Guarantee	Short Term	55.00	ACUITE Not Applicable (Withdrawn)
26 Mar 2024	Cash Credit	Long Term	57.00	ACUITE D (Downgraded from ACUITE BB Stable)
	Bank Guarantee/Letter of Guarantee	Short Term	55.00	ACUITE D (Downgraded from ACUITE A4+)
29 Dec 2022	Bank Guarantee/Letter of Guarantee	Short Term	55.00	ACUITE A4+ (Reaffirmed)
	Cash Credit	Long Term	57.00	ACUITE BB 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
Bank Of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	45.49	Simple	ACUITE C Downgraded & Withdrawn (from ACUITE B+)

***Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Name of the companies
1	Ducon Combustion Equipment Inc.
2	Ducon Infratechnologies Limited

Contacts

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About Acuité Ratings & Research

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