



**Press Release**  
**Ocean Constructions India Private Limited**  
**December 05, 2024**  
**Rating Downgraded, Reaffirmed and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	25.00	ACUITE C   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	75.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	100.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	0.00	-	-

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

**Rating Rationale**

Acuite has downgraded the long-term rating to ‘ACUITE C’ (read as ACUITE Cf) from ‘ACUITE B+’ (read as ACUITE B plus) and reaffirmed the short term rating of ‘ACUITE A4’ (read as ACUITE A four) on the Rs.100.00 crore bank facilities of Ocean Constructions India Private Limited (OCIPL). The rating continues to be flagged as “Issuer Not-Cooperating” and is based on the best available information. The downgrade is on basis of CRIF Highmark report which shows recent delays in June 2024 in Demand Loan and the account is classified as Loss.

**About the Company**

Ocean Constructions India Private Limited (OCIPL) is one of the leading infrastructure construction companies of Mangalore-Karnataka. The company was incorporated in the year 2008 to take over the running business which was carried on by the promoters as a proprietary concern and has been existence in this line of business for more than a decade. The company is concentrated on providing a pro-active and flexible construction service for a number of clients throughout Karnataka including Government PWD and Public Sector Undertakings. The company is a registered for carrying out contracts for various government departments such as PWD Class I Contractor, National Highways and various government departments as a Category I contractor. The promoters of the company are Mr. Sharfudin Ali and his brother Mr. Inayat Ali & Mr. Abid Ali. The company is undertaking Irrigation works, Canal construction & Aqua duct works, Earth works & Land levelling, construction services like Concrete Roads, sub/foundations & superstructures, Laying and construction of roads and infrastructure projects and providing interiors to office complexes.

**Unsupported Rating**

Not Applicable

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

Acuite 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. Acuite 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 ratings are based.

**Rating Sensitivity**

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

**Liquidity Position**

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

**Outlook: Not Applicable****Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	340.50	366.58
PAT	Rs. Cr.	20.17	19.86
PAT Margin	(%)	5.92	5.42
Total Debt/Tangible Net Worth	Times	1.19	0.39
PBDIT/Interest	Times	4.21	8.23

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### 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. Acuité'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
18 Sep 2024	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	60.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE B+ (Downgraded & Issuer not co-operating* from ACUITE BB-)
	Secured Overdraft	Long Term	10.00	ACUITE B+ (Downgraded & Issuer not co-operating* from ACUITE BB-)
22 Jun 2023	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Bank Guarantee (BLR)	Short Term	60.00	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Cash Credit	Long Term	15.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Secured Overdraft	Long Term	10.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
04 Apr 2022	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4+ (Assigned)
	Bank Guarantee (BLR)	Short Term	60.00	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BB   Stable (Assigned)
	Secured Overdraft	Long Term	10.00	ACUITE BB   Stable (Assigned)

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

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Karnataka Bank Ltd	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE A4   Reaffirmed   Issuer not co-operating*
Canara Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	60.00	Simple	ACUITE A4   Reaffirmed   Issuer not co-operating*
Canara Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE B+ )
Karnataka Bank Ltd	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE B+ )

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

## 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.

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**Note:** None of the Directors on the Board of Acuité Ratings & Research Limited are members of any rating committee and therefore do not participate in discussions regarding the rating of any entity.