



**Press Release**  
**BNC PALSIDDHA INFRA PRIVATE LIMITED**  
**January 27, 2026**  
**Rating Reaffirmed**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	30.00	ACUITE A-   Stable   Reaffirmed	-
Total Outstanding Quantum (Rs. Cr)	30.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

**Rating Rationale**

Acuite has reaffirmed its long-term rating of '**ACUITE A-' (read as ACUITE A minus)** on the Rs.30.00 Cr. bank facilities of BNC Palsiddha Infra Private Limited (BNCPIPL). The outlook is '**Stable**'.

**Rationale for rating**

The rating considers receipts of 7 annuity payments by the company. Acuite has also considered the financial support and funding support in the form of corporate guarantees for the loan availed from the sponsor while arriving at the rating. Further, the rating factors the maintenance of major maintenance reserve account (MMRA) and fixed deposits equivalent to 2 principal instalments and six months interest along with escrow mechanism retained. However, while the project's receipts have low risk due to fixed annuity amounts, the rating continues to remain constrained by the delay in annuity receipts from the PWD authority. Further, any significant changes in the operation & maintenance (O&M) costs or interest costs impacting the debt serviceability shall be a key rating monitorable.

**About the Company**

Pune – Based, BNC Palsiddha Infra Private Limited was incorporated in 2018. The company is engaged in civil construction works of roads and development projects. It also undertakes upgradation of Road joining to District place to Taluka place in Washim district border to Rithad with a length of 45.40 km in Maharashtra. Directors of the company are Mr. Rajesh Prakash Chaudhari, Mr. Arjun Bhivasan Kate and Mr. Girish Bhagwat Chaudhari.

**Unsupported Rating**

Not Applicable

**Analytical Approach**

For arriving at the rating, Acuite has considered the standalone credit profile of BNCPIPL. Further, Acuite has also considered escrow mechanism, as specified in the sanction letter of lender while arriving at the rating.

**Key Rating Drivers**

**Strengths**

**Strong counterparty linked revenue profile**

The company has entered into a concession agreement with PWD (Govt. of Maharashtra)

for improvement in roads to Taluka place in Washim district border to Rithad in Maharashtra in September 2018. The project was completed in December 2023. The concession is granted to the company for 10 years after the CoD and during the concession bi-annual annuity payment would be paid by MPWD.

The company has received the seven annuity payments for this project. Along with annuity payments, interest shall be payable to BNCPIPL on reducing balance of completion cost at a rate equal to applicable bank rate plus 3 per cent. MPWD shall also reimburse O&M expenses adjusted to Price Index Multiple on the annuity payment dates to BNCPIPL.

### **Strong operational and financial support from the sponsor**

BNC Power Projects Limited (BNCPPPL) has decades of experience in the civil construction, electrical-transmission and substations segments. The sponsor holds 59.68% shares of the company and provides funds and technical support to the project. The company has achieved revenues of ~Rs.190-200 Cr till H1FY26 (earlier Rs. 102.89 Cr. till August 2024). BNCPPPL has a healthy unexecuted order book of about ~Rs.2000 Cr. till December 2025 mainly from railway electrification and transmission lines. The OB/OI stood at 4.68 times (2000/427.13). This provides revenue visibility over the medium term. The sponsor has provided corporate guarantees on the bank loans of the Company. Acuite believes that the sponsor is expected to provide technical or funding support in case of any exigency over the medium term.

### **Waterfall Mechanism in Escrow Mechanism**

The company has an escrow mechanism through which cash flows from authority is routed and used for payment as per the defined payment waterfall. Only surplus cash flow after meeting operating expense, debt servicing obligation, and provision for major maintenance expense, can be utilised as per company's discretion during the concession period. Further, the company maintains fixed deposits equivalent to 6 months of interest and 2 principal instalments which stood at Rs. 5.41 Cr as of 31<sup>st</sup> December 2025 which provides additional liquidity cushion. The debt service coverage ratio (DSCR) is expected to remain at over 1.43 times for the tenure of the loan.

### **Weaknesses**

#### **Delay in receipt of annuity from PWD**

While the revenue obligations are fixed basis the annuity schedule, there have been delays in receipt of annuities from the authority. Further, for the annuity due in November 2025, bill was raised in December 25 and has been received subsequently based on management's feedback. Furthermore, the debt repayments have been paid in a timely manner. However, prolonged delays in annuity may impact the debt serviceability, therefore, remains a key rating sensitivity.

### **Inherent operation & maintenance and interest fluctuation risk**

The company is required to ensure and carry out major maintenance of the road for the entire concession period, to be eligible for annuities. The major maintenance carried out in 2025-26 for Rs.3.25 Cr. and next maintenance is due in 2029-30. Additionally, the company is also exposed to inherent risks associated with O&M expenses as any increase in such expenses can impact the operating margins and subsequently impact the debt service ability of the company. Further, the debt interest rates along with fixed annuities, project receives interest payments on the balance annuities that are linked to the prevailing bank rate, therefore, fluctuations in interest rates may impact the debt obligations of the company.

### **Rating Sensitivities**

- Timely receipt of annuity payments from the Government
- Any increase in O&M cost or interest rates impacting the debt serviceability

### **Liquidity Position Adequate**

BNCPIPL's liquidity position is adequate marked by receipt of annuity and corporate

guarantee from the sponsor throughout repayment of debt obligations. Further, the unsecured loans from promoters stood at Rs.27.03 Cr in FY25 as against Rs.26.42 Cr in FY24. The presence of MMRA & fixed deposits provides additional liquidity cushion. The company has cash and bank balances of Rs.5.29 Cr in FY25 as against Rs.5.10 Cr in FY24. Further, the average debt service coverage ratio (DSCR) is expected to remain ~1.97 times over the balance debt tenor. Acuite believes that the liquidity of BNCPIPL is likely to remain adequate backed by annuity payments from government, infusion of USL and support from sponsor.

**Outlook: Stable**

**Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 25 (Actual)	FY 24 (Actual)
Operating Income	Rs. Cr.	7.61	9.68
PAT	Rs. Cr.	(2.00)	(1.73)
PAT Margin	(%)	(26.30)	(17.85)
Total Debt/Tangible Net Worth	Times	8.55	6.70
PBDIT/Interest	Times	0.62	0.47

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

Not Applicable

### 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>
- 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, Acuite 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](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
29 Oct 2024	Term Loan	Long Term	7.04	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	4.40	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	4.40	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	4.40	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	6.16	ACUITE A-   Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	0.96	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	2.64	ACUITE A-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.59	Simple	ACUITE A-   Stable   Reaffirmed
JALGAON JANATA SAHKARI BANK LIMITED	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	2.31	Simple	ACUITE A-   Stable   Reaffirmed
Nagpur Nagrik Sahakari Bank Ltd	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	6.16	Simple	ACUITE A-   Stable   Reaffirmed
Shikshak Sahakari Bank Limited	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	3.85	Simple	ACUITE A-   Stable   Reaffirmed
The Akola Urban Co Operative Bank Ltd	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	3.85	Simple	ACUITE A-   Stable   Reaffirmed
Janaseva Sahakari Bank Ltd (Pune)	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	3.85	Simple	ACUITE A-   Stable   Reaffirmed
JALGAON JANATA SAHKARI BANK LIMITED	Not avl. / Not appl.	Term Loan	08 Apr 2019	Not avl. / Not appl.	25 May 2032	5.39	Simple	ACUITE A-   Stable   Reaffirmed

## Contacts

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### About Acuité Ratings & Research

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