



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Total Withdrawn Quantum (Rs.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, Acuité has considered the standalone credit profile of BNCPIPL. Further, Acuité 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 BNCPPL 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 BNCPPL.

Strong operational and financial support from the sponsor

BNC Power Projects Limited (BNCPPL) 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). BNCPPL 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 31st 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

BNCPPL'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 BNCPIL 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, 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
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

Mohit Jain Chief Analytical Officer-Rating Operations	Contact details exclusively for investors and lenders
Manvi Khaitan Associate Analyst-Rating Operations	Mob: +91 8591310146 Email ID: analyticalsupport@acuite.in

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité. Please visit <https://www.acuite.in/faqs.htm> to refer FAQs on Credit Rating.

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.