



Press Release

CHAITANYA INFRA PRIVATE LIMITED (ERSTWHILE SUKSHETRA INFRA PROJECTS PRIVATE LIMITED)

May 06, 2025

Rating Downgraded

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	40.00	ACUITE C Downgraded	-
Bank Loan Ratings	8.00	-	ACUITE A4 Downgraded
Total Outstanding Quantum (Rs. Cr)	48.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded its long-term rating to 'ACUITE C' (read as ACUITE Cf) from 'ACUITE BB+' (read as ACUITE Double B Plus) and short-term rating to 'ACUITE A4' (read as ACUITE A Four) from 'ACUITE A4+' (read as ACUITE A Four Plus) on the Rs.48.00 Cr. bank facilities of Chaitanya Infra Private Limited (Erstwhile Sukshetra Infra Projects Private Limited) (CIPPL).

Rationale of Rating Downgrade

The downgrade is based on delays reported in servicing of debt obligation with the most recent delay occurring in April 2025 as observed in credit bureau information report (CRIF).

About the Company

Incorporated in 2010, Chaitanya Infra Private Limited (Erstwhile Sukshetra Infra Projects Private Limited) is based in Visakhapatnam, Andhra Pradesh. In December, 2024, the name of the company has been changed to Chaitanya Infra Private Limited from Sukshetra Infra Projects Private Limited. The company is engaged in designing, construction and maintenance of roads, bridges, canals, dams etc. Currently the company is managed by Mr. Padmasri Gannamani, Mr. Brahmaji Gadde and Mr. Bala Subrahmanyam Vallabhaneni.

Unsupported Rating

Not Applicable

Analytical Approach

Acuite has considered the standalone business and financial risk profile of CIPPL for arriving at the rating.

Key Rating Drivers

Strengths

Experienced promoters and established track record of operations

CIPPL was incorporated by Mr. Brahmaji Gadde, Mrs. Padmasri Gannamani in the year 2010. Mr. Bala Subrahmanyam has joined as a director from October 2023 onwards. Promoters of the company have more than a decade experience in the civil construction industry. The extensive experience of the promoters has helped the company establish long term relationships with its customers and suppliers. CIPPL's management is supported by a team of professionals with adequate experience in executing civil contract works. In its initial years of operations CIPPL was solely engaged in the execution of residential projects for various private real estate developers in Vizag city. In 2017 SIPPL entered into execution of government projects. Currently, the company is

engaged in both residential construction projects and government civil contracts. Government projects received by the company are mostly on sub-contracting basis from companies like NJR Constructions and Raghava constructions.

Weaknesses

Instance of delay in servicing of debt obligation

Instances of delays in debt-servicing have been reported in the recent months, latest being April 2025 as per the Credit Bureau Information report (CRIF) of the company. As per CRIF the delays reported in various bank

facilities including term loans, however other than the rated facilities. Further, as per the verbal feedback from the banker there have been no delays or default in the rated facilities which is also evident in the CRIF.

Rating Sensitivities

- Timely servicing of debt obligations

Liquidity Position

Stretched

Liquidity position of the company is marked stretched due to instances of delays in servicing of debt obligation by the company in recent past.

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	213.64	94.99
PAT	Rs. Cr.	8.10	4.53
PAT Margin	(%)	3.79	4.77
Total Debt/Tangible Net Worth	Times	1.68	1.92
PBDIT/Interest	Times	3.62	2.06

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

Not Applicable

Interaction with Audit Committee anytime in the last 12 months (applicable for rated-listed / proposed to be listed debt securities being reviewed by Acuite)

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
10 May 2024	Proposed Bank Guarantee	Short Term	8.00	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	30.00	ACUITE BB+ Stable (Assigned)
	Proposed Cash Credit	Long Term	10.00	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	30.00	Simple	ACUITE C Downgraded (from ACUITE BB+)
Not Applicable	Not avl. / Not appl.	Proposed Bank Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	8.00	Simple	ACUITE A4 Downgraded (from ACUITE A4+)
Not Applicable	Not avl. / Not appl.	Proposed Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE C Downgraded (from ACUITE BB+)

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About Acuité Ratings & Research

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