

**RATING RATIONALE**

**A K Infraprojects Private Limited**

**Brickwork Ratings downgrades/reaffirms the Ratings for Bank Loan facilities of ₹ 27 Crores of A K Infraprojects Pvt Ltd based on best available information, as the issuer did not cooperate.**

**Particulars**

Facility	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (Feb, 2019)	Present
<b>Fund Based</b>	12	12	Long Term	<b>BWR BB (Stable)</b>	<b>BWR BB- (Stable) Downgrade Issuer Not Cooperating*</b>
<b>Non Fund Based</b>	15	15	Short Term	<b>BWR A4</b>	<b>BWR A4 Reaffirm Issuer Not Cooperating*</b>
<b>Total</b>	<b>27</b>	<b>27</b>	<b>₹ Twenty Seven Crores Only</b>		

#Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\*Issuer did not cooperate; based on best available information

Details of Bank facilities is provided in Annexure-I

**RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION**

**Downgraded/reaffirmed to BWR BB- (Stable)/ A4 (Issuer not Cooperating) based on best available information as the issuer did not cooperate.**

BWR had assigned the bank loans of A K Infraprojects Pvt. Ltd a rating of BWR BB / A4 (Stable) in February 2019. Later on 14 Feb 2020, the ratings were moved to the “Rating not Reviewed” category. We tried to reach out to the client for information for doing a surveillance rating through various emails. However, there was no response from the client. The client has also not submitted NDS for the past many months since the rating was assigned to them. In the absence of adequate information from the Company, BWR is unable to assess the Company’s financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation and non submission of NDS on a monthly basis, Brickwork Ratings has downgraded/reaffirmed the rating at BWR BB-



(Stable) /A4 Issuer Not Cooperating.

**LIMITATIONS OF THE RATING:** Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

**KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]**

Key Parameters	Units	FY 18	FY 17
Result Type		Audited	Audited
Operating Revenue	Crs.	74.62	47.39
EBITDA	Crs.	3.47	1.83
PAT	Crs.	1.65	0.58
Tangible Net Worth	Crs.	7.36	2.20
Total Debt/ Tangible Net Worth	Times	2.30	4.86
Current Ratio	Times	2.44	5.18

**COMPANY PROFILE**

M/s A K Infraprojects Pvt. Ltd. was incorporated as a company by Pathak Family in 2008 and has been engaged in the business of Civil Construction since 2009. The company is based out of Varanasi, Uttar Pradesh. The company is undertaking projects from the government. Departments like PWD, PMGSY etc and from PSUs.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY**

NA

## RATING HISTORY

Facilities	Current Rating (April, 2020)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	13 Feb 2019	2018	05 Dec 2017
<b>Fund Based</b>	Long Term	12	<b>BWR BB- (Stable) Downgrade Issuer Not Cooperating*</b>	<b>BWR BB (Stable) Upgraded</b>	-	<b>BWR B+ (Stable) Reaffirmed</b>
<b>Non Fund Based</b>	Short Term	15	<b>BWR A4 Reaffirm Issuer Not Cooperating*</b>	<b>BWR A4 Reaffirmed</b>		<b>BWR A4 Reaffirmed</b>
<b>Total</b>		<b>27</b>	<b>₹ Twenty Seven Crores Only</b>			

\*Issuer did not cooperate; based on best available information

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

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## ANNEXURE I

### A K Infraprojects Pvt Ltd Details of Bank Facilities rated by BWR

	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Punjab National Bank	Cash Credit	12	-	12
2.		Bank Guarantee	-	15	15
<b>TOTAL</b>					<b>27</b>

**Total Rupees Twenty Seven Crores Only.**

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