



RATING RATIONALE

03 April 2020

Action Bridgegap Constructions Pvt. Ltd.

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹ 65 Crs of Action Bridgegap Constructions Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (June,2018)	Present
Fund based	17.00	17.00	Long Term	BWR B+	BWR C
Non Fund based	48.00	48.00	Long Term	Issuer Not Cooperating*	Issuer Not Cooperating
	65.00	65.00	INR Sixty Five Crores Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for review in June 2019 and BWR took up with the issuer to provide required information. Despite the efforts of BWR to get at least the minimum required business and financial information and documents for a review, the issuer has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. The company has also not been submitting NDS. Hence Brickwork has revised rating and continues to be in Issuer Non Cooperation category.



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.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR in June,2015]

Key Parameters	Units	FY13	FY14
Result Type		Audited	Audited
Net Sales/Revenue	Rs. Crores	98.56	117.43
EBITDA	Rs. Crores	13.18	14.12
PAT	Rs. Crores	1.44	0.11
Tangible Net worth	Rs. Crores	22.74	39.49
Total Debt : TNW Ratio	Times	3.17	1.59
Current Ratio	Times	1.87	2.18

FIRM PROFILE [AS AVAILABLE WITH BWR in June,2015]

Incorporated in 2008 at New Delhi, Action Bridgegap Constructions Pvt Ltd (ABCPL) undertakes Government construction projects either as the Prime/EPC contractor or as a subcontractor to other Private companies. In the initial years due to low credentials, the company used to take up contracts majorly as a subcontractor but now the company is getting EPC contracts on its own and focussing on strengthening its position itself as an EPC contractor and is directly bidding for State Departments and NHAI projects either independently or through Joint ventures. ABCPL takes up projects in Punjab, Haryana, Madhya Pradesh and Delhi.

NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA



RATING HISTORY

Facilities Available	Current Rating (March 2020)			Rating History for the past 3 years(Amount in (Rs.Crs))				
	Tenure	Amount (In Crs)	Rating	2019	21. 06.2018	2017*		
Bank Loan	Long Term	17.00	BWR C	-	FB	17.00	BWR B+	-
Fund Based (FB)			Issuer Not Cooperating*		NFB	48.00	Issuer Not Cooperating* Downgrade	
Non Fund Based(NFB)	Long Term	48.00	Downgrade					
Total		65.00	INR Sixty Five Crores Only					

**Initial rating of BWR BB+ was assigned on 17th March 2014 and it was downgraded to BWR BB- on 11th June 2015 and the Rating was moved to rating not reviewed category on 04 Jan,2017*

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

Hyperlink/Reference to applicable Criteria

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



Analytical Contacts	Investor and Media Relations
<p>Raman Thakur Rating Analyst Phone:011-23412232 raman.t@brickworkratings.com</p> <p>RK Sharma Senior Director - Ratings Phone:011-23412232 rksharma@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

ANNEXURE I

Action Bridgegap Constructions Pvt. Ltd. Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1	SBI	CC	5.00	-	5.00
		BG	30.00	-	30.00
2.	Axis Bank	CC	12.00	-	12.00
		BG	18.00	-	18.00
TOTAL					65.00

Total INR Sixty Five Crores Only

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