



Rating Rationale

22 May 2020

Agrawal Infrabuild Pvt. Ltd.

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹ 181 Crore of Agrawal Infrabuild Pvt. Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under:

Particulars

| Facility** | Amount (₹ Crs) | | Tenure | Rating* | |
|---|-----------------|-----------------|--|---------------------------|---|
| | Previous | Present | | Previous (Jan 2019) | Present |
| Fund Based Cash Credit | 30.00 | 30.00 | Long Term | BWR BBB Stable | BWR BBB- Stable Downgrade (Issuer Not cooperating[^]) |
| Non-fund Based BG (Existing) BG (Proposed) | 51.00 100.00 | 51.00 100.00 | Short Term | BWR A2 | BWR A3 Downgrade (Issuer Not cooperating[^]) |
| Total | 181.00 | 181.00 | Rupees One Hundred & Eighty One Crores Only | | |

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

**Details of Bank Facilities are provided in Annexure I

[^]Issuer did not cooperate; based on best available information

Rating Action: Downgraded, issuer non-cooperation

Nature of Non-co-operation: BWR had last reviewed the ratings of Agrawal Infrabuild Pvt Ltd. (AIPL or the company) at BWR BBB(Stable)/BWR A2 in Jan 2019. The rating was due for renewal in Jan 2020. Brickwork Ratings had taken up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings to get at least the minimum required information for a review, the Company has not provided the same. Due to the lack of management cooperation and in the absence of adequate information from the issuer, Brickwork Ratings is unable to assess the issuer's financial performance and its ability to service its bank loan obligations and maintain a valid rating. Therefore, BWR has downgraded the rating to BWR BBB-(Stable)/ BWR A3 (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.



About the Company (Information as available in Jan 2019)

AIPL, incorporated in 2005 and based in Bilaspur, Chattisgarh, undertakes civil works, particularly road construction projects. It has executed various road construction and maintenance projects for various state government departments and schemes such as the Public Works Department, Pradhan Mantri Gram Sadak Yojana and for the National Highway Authority of India in Chhattisgarh. The company's clients are Chhattisgarh Road Development Corporation Limited (CGRDCI), Bilaspur Municipal Corporation, National Highway Authority of India (NHAI), Chhattisgarh Rural Road Development Agency (CGRRDA) and Public Works Department Chhattisgarh etc.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

| Key Parameters | Units | FY 19 | FY 18 |
|--------------------------|--------|---------|---------|
| Result Type | | Audited | Audited |
| Total Operating Income | Rs Crs | 132.13 | 164.95 |
| OPBDIT | Rs Crs | 23.49 | 30.45 |
| PAT | Rs Crs | 6.99 | 17.60 |
| Tangible Net worth (TNW) | Rs Crs | 77.50 | 72.52 |
| Total Debt/TNW | Times | 0.14 | 0.35 |

Rating History for the last three years (including withdrawn/suspended ratings)

| Facility/Instrument | Current Rating | | | | Rating History | | | | | | |
|---------------------|----------------|------------|--------|------------------------|----------------|--------|----------------|--------------|--------|----------------|------|
| | 22 May 2020 | | | | 07 Jan 2019 | | | 28 June 2018 | | | 2017 |
| | Facility | Type | Amount | Rating | Facility | Amount | Rating | Facility | Amount | Rating | NA |
| Bank Loan rating | FB | Long Term | 30 | BWR BBB-/Stable (INC*) | FB | 30 | BWR BBB/Stable | FB | 30 | BWR BBB/Stable | |
| | NFB | Short Term | 151^ | BWR A3 (INC*) | NFB | 151 | BWR A2 | NFB | 51 | BWR A2 | |

*Issuer did not cooperate; based on best available information

^ Includes proposed BG limits of Rs. 100 Crs.

Status of non-cooperation with previous CRA (if applicable)- CRISIL B+ (Issuer Not Cooperating) dated 06 June 2019

Hyperlink/Reference to applicable Criteria

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

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ANNEXURE I

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 | State Bank of India | CC | 30 | - | 30 |
| 2 | | BG (Existing) | - | 51 | 51 |
| 3 | | BG (Proposed) | | 100 | 100 |
| Total | | | 30 | 151 | 181 |

Total Rupees One Hundred Eighty One Crores only.



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About Brickwork Ratings :Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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