



Konti Infrapower and Multiventures Pvt Ltd

10th April 2019

**Brickwork Ratings reaffirms the rating for the Non-Convertible Debentures Issue of ₹. 200.00 Crores of Konti Infrapower and Multiventures Pvt Ltd**

As per the recent development, the maturity date of the following NCDs have been rescheduled before the due date as informed by the Debenture Trustee. Consequently, BWR has reaffirmed the rating of the NCD Issues.

**Particulars**

Instrument	Amount Rs in Cr	XIRR (%)	Issue Date	Old Maturity	Revised Maturity	ISIN	Previous Rating (Feb 2019)	Present Rating Reaffirmed
NCD	100	11.1	11/03/16	8/4/19	30/09/2019	INE582R07044	BWR A (SO) (Pronounced as BWR A) (Structured Obligation) Credit watch with developing implications	BWR A (SO) (Pronounced as BWR A) (Structured Obligation) Credit watch with developing implications
NCD	100	11.1	01/06/16	8/4/19	30/09/2019	INE582R07051	BWR A (SO) (Pronounced as BWR A) (Structured Obligation) Credit watch with developing implications	BWR A (SO) (Pronounced as BWR A) (Structured Obligation) Credit watch with developing implications

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



### Other Outstanding rating of the Issuer

Instrument	Amount Rs in Cr	XIRR (%)	Issue Date	Maturity	ISIN	Rating
NCD	75	11.15	11/03/16	5/6/19	INE582R07036	BWR A (SO) (Pronounced as BWR A) (Structured Obligation) Credit watch with developing implications

### **Credit Update**

The ratings, are on credit watch with developing implications on account of announcement regarding promoter/promoter group of the Company conveying their intention to sell/divest up to 50% of their equity stake in the Company to a strategic partner, and subsequent volatility of the share price of the listed group companies, disclosures by the chairman of the group Mr. Subhash Chandra regarding the plans to monetize the promoter stake in a time bound manner for reducing debt with a view to improve financial flexibility of the promoter/promoter group.

The rating of the NCD issues was downgraded on Feb 18, 2019 on account of increase in pledge levels in promoters' shareholding and also increase in volatility in share price thereby impacting the security cover. It also took note of the position that financial flexibility of the Group is impaired, and the promoters' ability to top-up, as required in the terms, is weakened on account of high percentage of pledge.

As informed by the company, it is in advanced talks for the sale stake of ZEEL and for sale of infra projects/termination of few projects.

BWR will monitor the development specifically with respect to outcome of strategic stake sale by promoters in a time bound manner & expected valuation and also compliance of covenants in line with the understanding with the lenders, and will review the ratings based on outcome. The other information as per below rating rationale remains unchanged.

[https://www.brickworkratings.com/Admin/PressRelease/\\_Konti-Infrapower-Multiventures-18Feb2019.pdf](https://www.brickworkratings.com/Admin/PressRelease/_Konti-Infrapower-Multiventures-18Feb2019.pdf)

### **Rating History for the last three years**

S. No	Instrument	ISIN	Current Rating (2019)			Rating History			
			Type (Long Term/ Short Term)	Amount (₹ Crs)	Rating	Feb 2019	Jan 31 2019	Dec 6 2018	Aug 13 2018

1	NCD	INE582R07044	Long Term	100	BWR A (SO) Credit watch with developing implications	BWR A (SO) Credit watch with developing implications (Downgraded)	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) (stable)
2	NCD	INE582R07051	Long Term	100	BWR A (SO) Credit watch with developing implications	BWR A (SO) Credit watch with developing implications (Downgraded)	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) (stable)
3	NCD	INE582R07036	Long Term	75	BWR A (SO) Credit watch with developing implications	BWR A (SO) Credit watch with developing implications (Downgraded)	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) Credit watch with developing implications	BWR A+ (SO) (stable)
<b>Total</b>				<b>275</b>	<b>₹ Two Hundred Seventy Five Crores Only</b>				

Status of non-cooperation with previous CRA (if applicable)-Reason and comments: NA

Any other information:NA

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Structured Obligations \(SO\) Instruments](#)
- [Approach to Financial Ratios](#)

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**For print and digital media**

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**Note on complexity levels of the rated instrument:**

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**About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been 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 Nationalized 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, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

**DISCLAIMER**

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