

Rating Rationale

Brickwork Ratings reaffirms rating of 'BWR BBB-/A3' with stable outlook for Bank Loan facilities aggregating to ₹ 61.00 Cr of Prakash Constrowell Limited.

Brickwork Ratings has reaffirmed the **Ratings**¹ for Bank Loan facilities aggregating to Rs 61.00 Crores of Prakash Constrowell Limited ("PCL" or "the Company") as follows:

Facility	Previous Limits (Rs Crs)	Present Limits (Rs Crs)	Previous Rating(Oct-2015)	Present Rating
Fund Based				
Cash Credit	31.00	31.00	BWR BBB- (Pronounced BWR Triple B Minus) Outlook-Stable	Reaffirms: BWR BBB- (Pronounced BWR Triple B Minus) Outlook-Stable
Non-Fund Based				
Letter of Credit	10.00	10.00	BWR A3 (Pronounced BWR A Three)	Reaffirms BWR A3 (Pronounced BWR A Three)
Bank Guarantee	20.00	20.00		
Total	61.00	61.00	(INR Sixty One Crores Only)	

BWR has essentially relied upon the audited financials of FY15, FY16 & Projections for FY17, FY18 of Prakash Constrowell Limited, publicly available information and information/clarification provided by the Company's management.

The rating continues to factor in the wide experience of the promoters in the industry and above average financial risk profile marked by moderate debt protection metrics & low gearing ratio. However the rating is constrained by project execution risk pertaining to cost overrun and time over run and tender driven business in competitive industry scenario leads to limited flexibility in pricing.

Financial Performance:

As per FY16 audited standalone financials, the company reported revenues of Rs 180.68 Crs with Pat of Rs 4.83 Crs and on a consolidated basis; the company has reported revenue of Rs 196.47 Crs with Pat of Rs 3.10 Crs. On a consolidated basis net worth stood at Rs 114.33 Crs

Rating Outlook:

The outlook of the company is expected to be stable over the current year. Going forward, the ability of the company to meet its projected operating revenue and profitability and efficiently

¹ Please refer to www.brickworkratings.com for definition of the Ratings

managing its working capital requirements shall be the key rating sensitivities.

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