Rating Rationale

Brickwork Ratings assigns "BWR B+" for the Bank Loan Facilities aggregating ₹ 15.00 Crores of S.M.Ventures.

Brickwork Ratings (BWR) has assigned the following **Ratings**[1] for the Bank Loan Facilities of **S.M.Ventures** (' SMV *or the Firm*'):

Facility	Rating Amount (₹ Cr)	Tenure	Rating
Fund Based: Cash Credit	15.00	Long Term	**BWR B+** (Pronounced as BWR B Plus) **(Outlook: Stable)**
Total	**15.00**	**(INR Fifteen Crores Only)**	

BWR has essentially relied upon S.M.Ventures project report & projected financials upto FY20,publicly available information and the information/clarifications provided by the Management.

The assigned *rating* positively factors extensive experience of the partner in construction business, established credentials of promoter and equally supported by group company. The rating is however constrained by the nascent stage of project, exposore to project implementation risk, exposed to volatility in raw material prices, intensely competitive industry and working capital intensive operations.

Background:

S.M.Ventures is a partnership concern established in november 2014, located at Bardez, Goa. The partners of the firm include Mr. Suraj Morajkar and Mrs. Sanjana Morajkar (spouse). SMV is Civil contractorship firm which undertakes Civil construction contracts. Mr. Suraj Morajkar has extensive experience of 2 decades in the real estate sector and also has efficient turn key contractors for the real estate and civil works segment. SMV has diversified into the Turnkey Projects construction business in the year 2015 to fill the requirement gap. The firm currently handles big projects for Sun Estates Developers in the real estate sector and Soham Leisure Ventures Private Limited with respect to the hotel project.

Management Profile:

S.M.Ventures is a partnership concern and profits are shared between Mr. Suraj Morajkar and his wife Mrs. Sanjana Morajkar in 50:50 proportion. Mr Suraj Morajkar has rich experience of 22 years in the Real Estate business. Mr. Suraj Morajkar looks after the day to day business operation of the concern.

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

Financial Performance:

S.M.Ventures has commenced its commercial operations in 2015 and As per the projected financial for FY 16 the contract receipts amout Rs.5.00 Cr and WIP amount Rs 11.06 Cr .

Rating Outlook:

The rating outlook is expected to be stable over the current year. Going forward, the ability of the concern achieving the projected level of activity, strengthen the administrative and operational set up, achieving the projected revenue, level of operation and also maintaining the profit margin will be the key rating sensitivities.

Analyst Contact	Relationship Contact
analyst@brickworkratings.com	bd@brickworkratings.com
Phone	**Media Contact**
1-860-425-2742	media@brickworkratings.com

Disclaimer: Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.