

June 27, 2024

K.K. Builders: Continues to remain under issuer non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Cash Credit	23.00	23.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Long Term-Fund Based-Term Loan	7.35	7.35	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Short Term-Non Fund Based-Others	35.00	35.00	[ICRA]A4; ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Long Term /Short Term-Unallocated	0.65	0.65	[ICRA]B+(Stable) ISSUER NOT COOPERATING* / [ICRA]A4; ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Total	66.00	66.00	

*Issuer did not cooperate; based on best available information.

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-term and Short-term ratings for the bank facilities of K.K. Builders in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]B+(Stable)/[ICRA]A4; ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with K.K. Builders, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key Financial Indicator: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Rating Methodology - Construction
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

About the company

K.K. Builders, a partnership firm formed in 1994, is a Kerala based civil construction contractor. The firm is involved in the execution of road, bridge and building construction projects for Government agencies. The firm is a contractor registered with the Kerala Public Works Department (PWD). The firm has obtained ISO 9001:2008 and ISO 14001:2004 certifications and has the requisite management, manpower and equipment resources to execute road and bridge projects. The firm also operates four hotels, namely KK Residency, Hotel Broad Bean, KK Tourist Home (Kannur) and KK Tourist Home (Iritty) in Kannur district. The hotels have quality rooms, restaurants and beer & wine bar which serve the local population, whereas KK Tourist Home (Kannur) only has lodging facility. Apart from the contracting and hotels division, the firm is also involved in a Kannur bus stand BOT project, operates two stone crusher units and owns KK Fashion Retail which is involved in garments and textile retailing. The businesses were set up by Mr. K.K. Kunhiraman, and are currently managed by his four sons and a son-in-law. The Partners of the firm are Mr. K.K Mohandas, Mr. K.K. Radhakrishnan, Mr. K.K. Rajan, Mr. K.K. Premkumar and Mr. M.C. Shanmugan.

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2025)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. Crore)	Amount Outstandi ng (Rs. Crore)	Date & Rating in	Date & Rating in FY2024	Date & Rating in FY2022	Date & Rating in FY2021	
					27-June-2024	27-April-2023	17-March-2022	19-January-2021	
1	Cash Credit	Long Term	23.00	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	
2	Term Loan	Long Term	7.35	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	
3	Non Fund Based- Others	Short Term	35.00	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	
4	Unallocated	Long Term/ Short Term	0.65	-	[ICRA]B+(Stable) ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term Fund Based -Cash Credit	Simple
Long Term Fund Based -Term Loan	Simple
Short Term Non Fund Based- Others	Very Simple
Long Term/Short Term- Unallocated	Not Applicable

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Long Term Fund Based-Cash Credit	-	-	-	23.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING
NA	Long Term Fund Based-Term Loan	-	-	-	7.35	[ICRA]B+(Stable); ISSUER NOT COOPERATING
NA	Short Term Non Fund Based- Others	-	-	-	35.00	[ICRA]A4; ISSUER NOT COOPERATING
NA	Long Term /Short Term- Unallocated	-	-	-	0.65	[ICRA]B+(Stable) ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING

Source: K.K. Builders

Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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About ICRA Limited:

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