

August 13, 2021

Sharda Construction And Corporation Pvt. Ltd.: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based – Term Loan	78.23	78.23	[ICRA] B+(Stable); ISSUER NOT COOPERATING; Withdrawn
Long term – Fund based Working Capital	33.00	33.00	[ICRA] B+(Stable); ISSUER NOT COOPERATING; Withdrawn
Long term – NonFund Based	100.00	100.00	[ICRA] B+(Stable); ISSUER NOT COOPERATING; Withdrawn
Short term – Fund based	10.00	10.00	[ICRA] A4; ISSUER NOT COOPERATING; Withdrawn
Short term – NonFund based	1.00	1.00	[ICRA] A4; ISSUER NOT COOPERATING; Withdrawn
Long term/Short term – Unallocated	0.07	0.07	[ICRA] B+(Stable)/[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn
Total	222.30	222.30	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Sharda Construction And Corporation Pvt. Ltd. at the request of the company and based on the No Objection Certificate received from its banker. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy on Withdrawal of Credit Ratings Corporate Credit Rating Methodology
Parent/Group Support	Not applicable
Consolidation/Standalone	Standalone

About the company

Sharda Construction and Corporation Pvt. Ltd. (SCCPL) was constituted to undertake civil construction and related business in 1994 by Mr. Ganpati Baliram Morge as a partnership firm which was subsequently converted into a private limited company in April 2009. Currently, the operations of the company are managed by Mr. G.B. Morge who has an experience of over a decade in the civil construction industry. SCCPL is primarily engaged in civil construction of sewage canals, dams, tunnels, barrages, roads etc. for government departments of Maharashtra and Karnataka. Apart from civil construction, the company has also set-up three solar plants of 10MW, 7MW and 4MW respectively in Latur & Santpur region.

Status of non-cooperation with previous CRA:

CARE	Status	Date of release
CARE	CARE BB+(Stable)/A4+ ISSUER NOT COOPERATING; Downgraded Continues under non Coop	Jun 30, 2020

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019	
					Aug 13, 2021	Nov 25, 2020	Aug 29, 2019	Jul 26, 2018	
1	Term Loan	Long Term	78.23	-	[ICRA]B+(Stable) ISSUER NOT COOPERATING Withdrawn	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	[ICRA] BBB(Stable); ISSUER NOT COOPERATING	
2	Fund based	Long Term	33.00	-	[ICRA]B+(Stable) ISSUER NOT COOPERATING Withdrawn	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	[ICRA] BBB(Stable); ISSUER NOT COOPERATING	
3	Non Fund Based	Long Term	100.00	-	[ICRA]B+(Stable) ISSUER NOT COOPERATING Withdrawn	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	[ICRA] BBB(Stable); ISSUER NOT COOPERATING	
4	Fund based	Short Term	10.00	-	[ICRA]A4 ISSUER NOT COOPERATING Withdrawn	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A3+ ISSUER NOT COOPERATING	
5	Non Fund Based	Short Term	1.00	-	[ICRA]A4 ISSUER NOT COOPERATING Withdrawn	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A3+ ISSUER NOT COOPERATING	
6	Unallocated	Long Term/ Short Term	0.07	-	[ICRA]B+ (Stable)/A4 ISSUER NOT COOPERATING Withdrawn	[ICRA]B+ (Stable)/A4 ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/A4+ ISSUER NOT COOPERATING	[ICRA]BBB (Stable)/A3+ ISSUER NOT COOPERATING	

Amount in Rs. crore

Complexity level of the rated instrument

Instrument	Complexity Indicator
Term Loan	Simple
Fund based	Simple
Non Fund Based	Very Simple
Fund based	Very Simple
Non Fund Based	Very Simple
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 analyzing 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: www.icra.in

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	Term Loan	Not available	11.5%	FY2032	78.23	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn
NA	SOD (FDR)	NA	NA	NA	33.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn
NA	Letter of Guarantee	NA	NA	NA	100.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn
NA	SOD (BD)	NA	NA	NA	10.00	[ICRA]A4; ISSUER NOT COOPERATING Withdrawn
NA	Import Letter of Credit	NA	NA	NA	1.00	[ICRA]A4; ISSUER NOT COOPERATING Withdrawn
NA	Unallocated	NA	NA	NA	0.07	[ICRA]B+(Stable)/[ICRA]A4; ISSUER NOT COOPERATING Withdrawn

Source: Sharda Construction And Corporation Pvt. Ltd.

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

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