

September 29, 2021

C.P. Arora Engineers-Contractors Pvt. Ltd.: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based Cash Credit	6.75	6.75	[ICRA]C; ISSUER NOT COOPERATING*; Withdrawn.
Non-Fund based Limits	8.22	8.22	[ICRA]A4; ISSUER NOT COOPERATING*; Withdrawn.
Unallocated Limits	0.03	0.03	[ICRA]A4; ISSUER NOT COOPERATING*; Withdrawn.
Total	15.00	15.00	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of C.P. Arora Engineers-Contractors Pvt. Ltd. at the request of the company and based on the No Objection Certificate (NOC) 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Position, Rating Sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn.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

CPA was incorporated in 2003 and was promoted by late Mr. C.P. Arora. His family members took over the running business of the proprietorship firm after his death. The company has been involved in road construction for more than 50 years. CPA is currently managed by Mr. Karun Arora (son of Mr. C.P. Arora) who has long experience in the road construction sector. The company primarily undertakes road construction projects for government entities (Public Works Department) and also for clients in the private sector, on a sub-contract basis. The company is also involved in various ancillary works, required for the completion of a road project, including construction of footpaths, walkways, cross drainage works, culverts, sewer lines, water supply lines, landscaping, and horticulture jobs

Status of non-cooperation with previous CRA: Not Applicable.

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
					29-Sep- 2021	22-July- 2021			
1	Cash Credit	Long Term	6.75	-	[ICRA]C ISSUER NOT COOPERATING; Withdrawn	[ICRA]C ISSUER NOT COOPERATING	[ICRA]C ISSUER NOT COOPERATING	[ICRA]C ISSUER NOT COOPERATING	[ICRA]C
2	Non-Fund Based	Short Term	8.22	-	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4
3	Unallocated Limits	Short Term	0.03	-	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4

Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit	Simple
Non-Fund Based	Very Simple
Unallocated Limits	NA

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	Cash Credit	-	-	-	6.75	[ICRA]C ISSUER NOT COOPERATING; Withdrawn
NA	Non-Fund Based	-	-	-	8.22	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn
NA	Unallocated Limits	-	-	-	0.03	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn

Source: C.P. Arora Engineers-Contractors Pvt. Ltd.

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

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