

July 31, 2024

DP Jain & Co. Infrastructure Pvt Ltd: Ratings downgraded based on best available information and moved to 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	173.00	173.00	[ICRA]BB (Stable); ISSUER NOT COOPERATING; Rating downgraded from [ICRA]BBB (Negative) and moved to the 'Issuer Not Cooperating' category; Outlook revised to Stable from Negative
Long Term - Fund based – Term Loans	207.60	207.60	[ICRA]BB (Stable); ISSUER NOT COOPERATING; Rating downgraded from [ICRA]BBB (Negative) and moved to the 'Issuer Not Cooperating' category; Outlook revised to Stable from Negative
Short Term – Non Fund based	292.00	292.00	[ICRA]A4; ISSUER NOT COOPERATING; Rating downgraded from [ICRA]A3+ and moved to the 'Issuer Not Cooperating' category
Long Term/Short term – Unallocated	330.00	330.00	[ICRA]BB (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING; Rating downgraded from [ICRA]BBB (Negative)/ [ICRA]A3+ and moved to the 'Issuer Not Cooperating' category; Outlook revised to Stable from Negative
Total	1,002.60	1,002.60	

*Instrument details are provided in Annexure-I

Rationale

The ratings for the bank facilities of DP Jain & Co. Infrastructure Pvt Ltd (DPJIPL) have been moved to the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]BB (Stable)/[ICRA]A4; ISSUER NOT COOPERATING".

The ratings are downgraded and moved to Issuer Not Cooperating category because of lack of adequate information regarding DPJIPL's performance and hence the uncertainty around its credit risk. ICRA assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its "Policy in respect of non-cooperation by a rated entity" available at www.icra.in. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using these ratings as the ratings may not adequately reflect the credit risk profile of the entity, despite the downgrade.

As part of its process and in accordance with its rating agreement with DPJIPL, ICRA has been trying to seek information from the entity so as to monitor its performance. However, 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, a rating view has been taken on the entity based on the best available information. In the absence of requisite cooperation and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, the company's rating has been downgraded and moved to the "Issuer Not Cooperating" category.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities: [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	Corporate Credit Rating Methodology Rating Methodology-Construction Policy in respect of Non-Cooperation by a rated entity
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the ratings, ICRA had consolidated financials of DPJIPL with its subsidiaries (Refer Annexure-II). ICRA had followed limited consolidation factoring in the expected funding requirements (equity/ cost overrun support/ operational shortfall) to the SPVs.

About the company

DPJIPL is part of DP Jain Group led by Mr. Deepak Jain (Chairman) and Mr. Girish Jain (Managing Director). The Group was originally founded by their father Late Mr. Dharampal Jain, in partnership with Mr. Nemichand Jain in 1975, in Nagpur, India. Over the years, the company has steadily grown and now an emerging civil infrastructure projects construction and development company in India. It delivers projects, in both EPC and PPP mode, in several high growth sectors, such as, Roads & Highways, Bridges, Airports, Water Irrigation, Institutional Buildings, Railways, Power, Mining and Heavy Earth Work projects. The Company is a Class 1A contractor in Maharashtra and is ISO 9001:2015 certified. Mr Deepak Jain is involved in technical operations and manages execution of orders and bidding and procuring new orders. Mr. Girish Jain has been looking after the Finance and General administration of the Company. The company has unexecuted order book of Rs. 2,936.7 crore as on April 30, 2024.

Key financial indicators (audited/Provisional)

Consolidated	FY2023	FY2024*
Operating income (Rs. crore)	898.2	1,071.0
PAT (Rs. crore)	54.8	44.8
OPBDIT/OI (times)	15.6%	17.9%
PAT/OI (times)	6.1%	4.2%
Total outside liabilities/Tangible net worth (times)	2.3	2.6
Total debt/OPBDIT (times)	4.1	3.9
Interest coverage (times)	2.4	1.9

Source: Company, *provisional financials; PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation;

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Current rating (FY2025)			Chronology of rating history for the past years			
	Type	Amount Rated (Rs. crore)	Date & rating in FY2025	Date & rating in FY2024		Date & Rating in FY2023	Date & Rating in FY2022
			July 31, 2024	Jan 29, 2024	Jan 02, 2024	Jan 20, 2023	-
1 Cash Credit	Long Term	173.00	[ICRA]BB (Stable); ISSUER NOT COOPERATING	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	[ICRA]BBB+ (Stable)	-
2 Term Loans	Long Term	207.60	[ICRA]BB (Stable); ISSUER NOT COOPERATING	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	[ICRA]BBB+ (Stable)	-
3 Non Fund Based	Short Term	292.00	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A3+	[ICRA]A3+	[ICRA]A2	-
4 Unallocated	Long Term/ Short Term	330.00	[ICRA]BB (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]BBB (Negative)/ [ICRA]A3+	[ICRA]BBB (Negative)/ [ICRA]A3+	[ICRA]BBB+ (Stable)/ [ICRA]A2	-

Source: Company,

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long Term - Fund based – Cash Credit	Simple
Long Term - Fund based – Term Loans	Simple
Short Term – Non Fund based	Very Simple
Long Term/Short term – Unallocated	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 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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	NA	NA	NA	173.00	[ICRA]BB (Stable); ISSUER NOT COOPERATING
NA	Term Loans	FY2019	NA	FY2026	207.60	[ICRA]BB (Stable); ISSUER NOT COOPERATING
NA	Non Fund Based	NA	NA	NA	292.00	[ICRA]A4; ISSUER NOT COOPERATING
NA	Unallocated	NA	NA	NA	330.00	[ICRA]BB (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
DP Jain Datia-Bhander Toll Road Projects Pvt. Ltd.	100%	Limited
DP Jain Ujjain Package (Annuity) Road Projects Pvt. Ltd.	100%	Limited
DP Jain Dariapur-Jasondhi (Annuity) Road Projects Pvt. Ltd.	100%	Limited
Dinara Datia DPJ-Pathways Pvt. Ltd.	51%	Limited
DP Jain (Nagada Gogapur) BOT Annuity Road Projects Pvt. Ltd.	100%	Limited
DPJ DRA Tollways Pvt. Ltd.	98%	Limited
DPJ Bidar-Chincholi Annuity Road Project Pvt. Ltd.	100%	Limited
D P Jain TOT Toll Roads Pvt. Ltd.	100%	Limited
Ghorad Seloo HAM Road Project Private Limited	60%	Limited
DPJ Pollachi HAM Project Pvt. Ltd.	100%	Limited
D P Jain Bangalore-Chennai Expressways Private Limited	100%	Limited

Source: Company, *parent company

ANALYST CONTACTS

Rajeshwar Burla
+91 40 6939 6443
rajeshwar.burla@icraindia.com

Ashish Modani
+91 20 6606 9912
ashish.modani@icraindia.com

Chintan Lakhani
+91 22 6169 3345
chintan.lakhani@icraindia.com

Ayush Porwal
+91 22 6169 3352
ayush.porwal@icraindia.com

RELATIONSHIP CONTACT

L Shivakumar
+91 22 6114 3406
shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)
info@icraindia.com

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ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



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