

K P Buildcon Private Limited

October 08, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based-Cash Credit	15.55	15.55	[ICRA]B+(Stable) ISSUER NOT COOPERATING; Withdrawn
Non fund based – Bank Guarantee	1.50	1.50	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn
Unallocated Limits	0.20	0.20	[ICRA]B+(Stable) / [ICRA]A4 ISSUER NOT COOPERATING; Withdrawn
Total	17.25	17.25	

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B+(Stable) ISSUER NOT COOPERATING (pronounced ICRA B plus with Stable outlook, ISSUER NOT COOPERATING) and the short-term rating of [ICRA]A4 ISSUER NOT COOPERATING (pronounced ICRA A four, ISSUER NOT COOPERATING) assigned to the Rs. 17.25-crore fund-based, non-fund-based and unallocated facilities of K P Buildcon Private Limited ('KPBPL' or 'the Company').

Rationale

The ratings are withdrawn in accordance with ICRA's policy on withdrawal and suspension and as desired by the company and based on the no objection certificate provided by its banker.

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[ICRA Policy on Withdrawal and Suspension of Credit Rating](#)

[Corporate Credit Rating Methodology](#)

About the company:

K P Buildcon Private Limited (KPBPL) commenced commercial production in the year 2001. Based in Surat (Gujarat), the Company is part of the KP Group of companies that was established in 1994 by Mr. Faruk Patel. KPBPL was primarily engaged in industrial construction and gradually shifted and developed its core competence in manufacturing telecom towers and later diversified its operations to cater to tower and metal structure needs of solar and wind power segments. The company also provides other services like OFC (Optical Fiber Cable) laying and maintenance, fault rectification, site clearance etc.

Key Financial Indicators (Audited)

	FY2015	FY2016
Operating Income (Rs. crore)	52.0	54.4
PAT (Rs. crore)	0.3	0.6
OPBDIT/ OI (%)	6.4%	6.5%
RoCE (%)	10.8%	11.2%
Total Debt/ TNW (times)	2.0	1.8
Total Debt/ OPBDIT (times)	5.8	5.3
Interest coverage (times)	1.3	1.4
NWC/ OI (%)	46%	44%

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Instrument		Current Rating (FY2019)			Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. Crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
					October 2018	August 2018®	February 2017	March 2016
1	Cash Credit	Long Term	15.55	-	[ICRA]B+(Stable) ISSUER NOT COOPERATING, Withdrawn	[ICRA]B+(Stable) ISSUER NOT COOPERATING	[ICRA]B+(Stable)	[ICRA]B+(Stable)
2	Bank Guarantee	Short term	1.50	-	[ICRA]A4 ISSUER NOT COOPERATING, Withdrawn	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4	[ICRA]A4
3	Unallocated limits	Long term / Short Term	0.20	-	[ICRA]B+(Stable) / [ICRA]A4 ISSUER NOT COOPERATING, Withdrawn	[ICRA]B+(Stable) / [ICRA]A4 ISSUER NOT COOPERATING	[ICRA]B+(Stable) / [ICRA]A4	-

@ ICRA has moved the rating of KPBPL to the 'ISSUER NOT COOPERATING' category due to non-cooperation by the entity in August 2017.

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the 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	NA	NA	NA	15.55	[ICRA]B+(Stable) ISSUER NOT COOPERATING, Withdrawn
NA	Bank Guarantee	NA	NA	NA	1.50	[ICRA]A4 ISSUER NOT COOPERATING, Withdrawn
NA	Unallocated	-	-	-	0.20	[ICRA]B+(Stable) / [ICRA]A4 ISSUER NOT COOPERATING, Withdrawn

Source: K P Buildcon Private Limited

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