

VK Building Services Pvt. Ltd.

December 24, 2018

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based -Term Loan	50.00	50.00	[ICRA]BBB+ (Positive); withdrawn
Fund-based - Working Capital Facilities	40.00	40.00	[ICRA]BBB+ (Positive); withdrawn
Non-fund Based-Working Capital Facilities	81.00	81.00	[ICRA]A2; withdrawn
Total	171.00	171.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BBB+ (pronounced ICRA triple B plus) with positive outlook, outstanding on the Rs. 90 crore¹ fund based facilities and short term rating of [ICRA]A2 (pronounced ICRA A two) to the Rs. 81 crore to the non fund based facilities of VK Building Services Pvt Ltd, in accordance with ICRA's policy on withdrawal and suspension.

Rationale

The rating assigned to the bank lines of the company has been withdrawn as there is no outstanding amount against the rated instrument.

Outlook: Not Applicable

Key rating drivers

Key Rating drivers has not been captured as the rated instrument(s) are being withdrawn.

Liquidity Position: Not Applicable

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation / Standalone	The ratings are based on the standalone financial profile of the company.

¹ 100 lakh = 1 crore = 10 million

About the company:

The VKBS Group started its operations as a proprietorship under the name VK HVAC founded in 2005 by Mr. L. Ramakrishnappa for providing HVAC services. Later his son Mr. Vivekanand expanded into other related areas of the MEP space through VK Building Services Private Limited in 2010. VKBS is present across the country with 16 branches located in major cities like Delhi, Mumbai, Hyderabad, Chennai, Pune, etc. VKBS also has a commercial property (VK Tech Park) in Whitefield, Bangalore with total leasable area of 1.5 lakh sqft, which has been leased to Qualcomm India Private Limited.

Key financial indicators: Not Applicable

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2019)					Chronology of Rating History for the Past 3 Years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating December 2018	Date & Rating in FY2018 September 2017	Date & Rating in FY2017 January 2017	Date & Rating in FY2016 July 2015
1 Term Loan	Long Term	50.00	0.00	[ICRA]BBB+ (Positive) Withdrawn	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
2 Cash Credit	Long Term	40.00	-	[ICRA]BBB+ (Positive) Withdrawn	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
3 Non fund based	Short Term	81.00	-	[ICRA]A2 Withdrawn	[ICRA]A2	[ICRA]A2	[ICRA]A2

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	Term Loan	2015	NA	2028	50.00	[ICRA]BBB+ (Stable)
NA	Cash Credit	NA	NA	NA	40.00	[ICRA]BBB+ (Stable)
NA	Non fund based	NA	NA	-	81.00	[ICRA]A2

Source: VK Building Services Pvt Ltd

Annexure-2: List of entities considered for consolidated analysis

Not Applicable

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