

September 19, 2019

Aishwaryagiri Constructions Pvt Ltd: Rating downgraded to [ICRA]D ISSUER NOT COOPERATING based on best available information; Rating continues to remain under Non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Cash Credit	30.00	30.00	[ICRA]D ISSUER NOT COOPERATING*; downgraded from [ICRA]B+ (Stable); rating continues to remain in non cooperating category
Non-Fund Based	15.00	15.00	[ICRA]D ISSUER NOT COOPERATING*; downgraded from [ICRA]A4; rating continues to remain in non cooperating category
Total	45.00	45.00	

**Issuer did not cooperate; based on best available information*

[^]Instrument details are provided in Annexure-1

Rationale

The rating downgrade factors in the delay in debt-servicing, as confirmed by the banker. The delay pertains to continuous over-utilisation of the cash credit limit for more than 30 days.

ICRA has limited information on the entity’s performance since the time it was last rated in April 2016.

As part of its process and in accordance with its rating agreement with ACPL, ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity’s management has remained non-cooperative. In the absence of requisite information and in line with SEBI’s Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, ICRA’s Rating Committee has taken a rating view based on the best available information.

About the company:

The company was incorporated in May 2011 by Mr. Jayaramaiah and Mr Shivakumar for executing civil construction works such as road construction, building construction, slum development activities and other infrastructure development activities. Mr. Jayaramaiah is in the construction business since 2000. Being proprietor of Giri Constructions, he had taken up projects such as road construction for Bruhat Bengaluru Mahanagara Palike, building construction for Karnataka Police Dept and slum development projects for Karnataka Slum Development Board. The company is presently executing slum development projects for Karnataka Slum Development Board in Karnataka.

The previous detailed rating rationale is available on the following link: [Click here](#)

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for last three years:

	Instrument	Current Rating (FY2020)					Chronology of Rating History for the past 3 years		
		Type	Amount Rated	Amount Outstanding	Date & Rating in FY2020	Date & Rating in FY2020	Date & Rating in FY2019	Date & Rating in FY2018	Date & Rating in FY2017
					19-Sept 2019	30-April 2019	-	12-Oct 2017	13-Apr 2016
1	Cash Credit	Long term	30.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING		[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+
2	Bank Guarantee	Short Term	15.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING		[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4

Amount in Rs. Crore

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	-	-	-	30.00	[ICRA]D; ISSUER NOT COOPERATING
NA	Bank Guarantee	-	-	-	15.00	[ICRA]D; ISSUER NOT COOPERATING

Source: ACPL

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About ICRA Limited:

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