

October 31, 2019

## Vishal Infrastructure Limited: Moved to Issuer Non-Cooperating category, Ratings downgraded based on best available information

### Summary of rated instruments

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Fund Based – Cash credit	45.00	40.00	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING *; Rating downgraded from [ICRA]BBB (Stable) and moved to the ‘Issuer Not Cooperating’ category
Short Term – Non-fund Based - Bank Guarantee	165.00	140.00	[ICRA]A4+ ISSUER NOT COOPERATING *; Rating downgraded from [ICRA]A3+ and moved to the ‘Issuer Not Cooperating’ category
<b>Total</b>	<b>210.00</b>	<b>180.00</b>	

<sup>\*</sup>Issuer did not cooperate; based on best available information.

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

The rating downgrade is because of lack of adequate information regarding performance of Vishal Infrastructure Limited 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 the rated entity”. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating 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 Vishal Infrastructure Limited, 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

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

### About the company:

Incorporated in 1990, Vishal Infrastructure Limited (VIL) is a closely held private limit company based of Bangalore. The company executes advanced civil construction work for clients in a diverse range of industries such as airport sector, defense industry, PSU and other central government undertakings. The scope of work executed by VIL includes construction of dams, airport runways and terminals, reservoirs, bridges, refinery, and specialized and classified buildings. The clientele of the Company includes, Airport Authority of India (AAI), Central Public Works Department, Military Engineer Services (MES), Defense Research and Development Organization (DRDO), and Mumbai Metropolitan Region Development Authority (MMRDA). Few of the big projects that VIL has completed in the past include Runway at air force station in Halwara, Runways at Kolkata, Mangalore and Agatti Airport, Terminal building at Pune, Madurai and

Cochin Airport, Pipe Rack project in Dibrugarh, Assam, Hangar project in Madurai and Pipe rack and structural project at Dulijan, Assam.

### Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy in respect of non-cooperation by the rated entity</a>
Parent/Group Support	-
Consolidation / Standalone	Standalone financial statements of the issuer.

### Status of non-cooperation with previous CRA

Not applicable

### Any other information

Not applicable

### Rating history for past three years

All figures in Rs. Crore

	Instrument	Current Rating (FY2020)						Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating			FY2019	FY2018	FY2017
					31-Oct 2019	17-Jun-2019	15-May-2019			
1	Cash Credit	Long Term	40.00	-	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING*	[ICRA]BBB (Stable)	[ICRA]BBB (Stable) ISSUER NOT COOPERATING*	[ICRA]BBB (Stable)	-	-
2	Bank Guarantee	Short Term	140.00	-	[ICRA]A4+ ISSUER NOT COOPERATING*	[ICRA]A3+	[ICRA]A3+ ISSUER NOT COOPERATING*	[ICRA]A3+	-	-

### 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 [click here](#)

## Annexure-1 Instrument Details

ISIN No	Instrument	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	40.00	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING*
NA	Bank Guarantee	-	-	-	140.00	[ICRA]A4+ ISSUER NOT COOPERATING*

Source: Vishal Infrastructure Limited

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## About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

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For more information, visit [www.icra.in](http://www.icra.in)

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