

October 30, 2020

Prg Buildcon India 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 rated instruments

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based/ CC	4.00	4.00	[ICRA]D ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B(Stable) ISSUER NOT COOPERATING and continues to remain in the 'Issuer Not Cooperating' category
Long Term - Fund Based TL	15.87	15.87	[ICRA]D ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B(Stable) ISSUER NOT COOPERATING and continues to remain in the 'Issuer Not Cooperating' category
Long Term - Unallocated	213.13	213.13	[ICRA]D ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B(Stable) ISSUER NOT COOPERATING and continues to remain in the 'Issuer Not Cooperating' category
Short Term - Non Fund Based	37.00	37.00	[ICRA]D ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]A4 ISSUER NOT COOPERATING and continues to remain in the 'Issuer Not Cooperating' category
Total	270.00	270.00	

*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 rating is based on limited information on the entity's performance since the time it was last rated in August 2018. 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 Prg Buildcon India Pvt. Ltd., 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 ICRA's policy in respect of non-cooperation by a rated entity (available at www.icra.in), a rating view has been taken on the entity based on the best available information.

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

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not Applicable
Consolidation / Standalone	Standalone

About the company:

Established in 2014 as Naya Infrastructure Pvt Ltd (NIPL) and later renamed as PRG Buildcon India Pvt. Ltd. (PRG), it is primarily engaged in undertaking sub-contacting works in irrigation, building and water supply projects in Andhra Pradesh and Telangana. PRG is certified as a Special Class civil contractor by the Government of Telangana. The day to day operations of the company are managed by Mr. Sunil Kumar Bontha. Dr. G Prabhakar Rao (Founder & Chairman of PRG) has been the Founder and Chairman of Prathima Group since its inception which has investments in 7 different sectors. The clientele of PRG includes Megha Engineering & Infrastructures Ltd, Prathima Infrastructure Limited and Tata Projects Limited.

Key financial indicators: NA

Status of non-cooperation with previous CRA: CRISIL B/Stable/CRISIL A4 Issuer not cooperating; as per rationale dated September 24, 2020.

Any other information

Not applicable

Rating history for past three years

All figures in Rs. Crore

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2020	FY2019	FY2018
					October-30-2020	October-1-2019	August-29-2018	-
1	Fund Based/CC	Long Term	4.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]B (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	-
2	Fund Based TL	Long Term	15.87	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]B (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	-
3	Unallocated	Long Term	213.13	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]B (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	-
4	Non Fund Based	Short Term	37.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4+	-

Source: PRG Buildcon India Pvt. Ltd.

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	NA	NA	NA	4.00	[ICRA]D ISSUER NOT COOPERATING
NA	Term Loan	2016	NA	2022	15.87	[ICRA]D ISSUER NOT COOPERATING
NA	Unallocated	NA	NA	NA	213.13	[ICRA]D ISSUER NOT COOPERATING
NA	Non Fund Based	NA	NA	NA	37.00	[ICRA]D ISSUER NOT COOPERATING

Source: PRG Buildcon India Pvt. Ltd.

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About ICRA Limited:

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Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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