

January 27, 2020

Grotech Landscape Developers Private Limited: Rating continues to remain under issuer Non-Cooperating category, Ratings downgraded based on best available information

Summary of rated instruments

| Instrument [^] | Previous Rated Amount (Rs. crore) | Current Rated Amount (Rs. crore) | Rating Action |
|-------------------------|-----------------------------------|----------------------------------|-------------------------------------------------------------------------------------------------------------------------------------|
| ST-Non-Fund Based | 14.00 | 14.00 | [ICRA]A4; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]A4+ and continues to remain under 'Issuer Not Cooperating' category |
| Total | 14.00 | 14.00 | |

^{*}Issuer did not cooperate; based on best available information.

[^]Instrument details are provided in Annexure-1

Rationale

The rating downgrade is because of lack of adequate information regarding Grotech Landscape Developers Private Limited's performance 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 Grotech Landscape Developers Private 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:

Grotech Landscape Developers Private Limited (Grotech) was established in 1991 as a partnership firm under Mr. Bhupendra Chaturvedi and Ms. Renu Chaturvedi and got converted into a private limited company in 2008. The company has been engaged in the landscape designing and contractual projects having three main verticals i.e. design, contracting and maintenance. The company has its presence across India having done landscaping development projects in Delhi, Haryana, Rajasthan, Maharashtra, UP, Hyderabad, Kolkata, Karnataka etc.

Key financial indicators:

| Particular | FY2018 | FY2019 |
|------------------------------|--------|--------|
| Operating Income (Rs. crore) | 33.05 | 38.15 |
| Profit After Tax (Rs. crore) | 1.80 | 3.23 |
| OPBDITA/OI (%) | 6.0 | 10.0 |
| RoCE (%) | - | 26.4 |
| Total Debt/TNW (times) | 1.0 | 0.6 |
| Total Debt/OPBDITA (times) | 4.66 | 1.90 |
| Interest Coverage (times) | 8.6 | 7.1 |

Source: - Ace Equity

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 |
| | | | | | 27-Jan-2020 | 31-Jul-2018 | 15-Nov-2017 | 15-Feb-2017 |
| 1 | Bank Guarantee | Short Term | 14.00 | - | [ICRA]A4; ISSUER NOT COOPERATING | [ICRA]A4+; ISSUER NOT COOPERATING | [ICRA]A4+; ISSUER NOT COOPERATING | [ICRA]A4+ |

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 | Date of Issuance / Sanction | Coupon Rate | Maturity Date | Amount Rated (Rs. crore) | Current Rating and Outlook |
|---------|----------------|-----------------------------|-------------|---------------|-----------------------------|----------------------------------|
| NA | Bank Guarantee | - | - | - | 14.00 | [ICRA]A4; ISSUER NOT COOPERATING |

Source: Grotech Landscape Developers Private Limited

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