

## Koneru Constructions private Limited

December 10, 2021

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	6.50	CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	8.50	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>15.00</b> <b>(Rs. Fifteen Crore Only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 11, 2020, placed the rating(s) of Koneru Constructions private Limited (KCPL) under the 'issuer non-cooperating' category as KCPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. KCPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 27, 2021, November 06, 2021, and November 16, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

### Detailed description of the key rating drivers

Please refer to PR dated [December 11, 2020](#)

**Analytical approach:** Standalone

### Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

### About the Company

Andhra Pradesh based, Koneru Constructions Private Limited (KCPL) was incorporated in the year 2006 by Mr. K.V. Prasad (Managing Director), Mrs. K. Bhagya Lakshmi (Director) (Spouse of Mr. K.V. Prasad) and Mr. K. Subha Charan (Director). KCPL is engaged in providing Civil and Mechanical works. The civil works includes construction of housing, buildings, roads, drainage system and other infrastructure work.

Brief Financials (Rs. crore)	31-03-2019(A)	31-03-2020(A)	31-03-2021(Prov.,)
Total operating income	26.00	30.38	NA
PBILDT	2.92	3.07	NA
PAT	1.05	1.24	NA
Overall gearing (times)	1.22	1.17	NA
Interest coverage (times)	2.67	2.87	NA

A: Audited

**Status of non-cooperation with previous CRA:** CRISIL has suspended the ratings assigned to the bank facilities of KCPL vide press release dated March 28, 2016 on account its inability to carryout review in the absence of best available information from the company.

ICRA has continued the ratings assigned to the bank facilities of KCPL to the 'issuer not-cooperating' category vide press release dated May 24, 2021 on account its inability to carryout review in the absence of best available information from the company.

**Any other information:** Not Applicable

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE publications

**Disclosure of Interest of Independent/Non-Executive Directors or Managing Director& CEO:** Not Applicable

**Rating History for last three years:** Please refer Annexure-2

**Covenants of rated instrument/facility:** Annexure-3

**Complexity level of various instruments rated for this company:** Annexure-4

**Annexure-1: Details of Instruments / Facilities**

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	5.50	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Line Of Credit		-	-	-	1.00	CARE B+; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantees		-	-	-	8.50	CARE A4; ISSUER NOT COOPERATING*

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

**Annexure-2: Rating History of last three years**

Sr. No	Name of the Instrument /Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Cash Credit	LT	5.50	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (11-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (10-Oct-19)	1)CARE BB; Stable (05-Oct-18)
2	Fund-based - LT-Line Of Credit	LT	1.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (11-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (10-Oct-19)	1)CARE BB; Stable (05-Oct-18)
3	Non-fund-based - ST-Bank Guarantees	ST	8.50	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (11-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (10-Oct-19)	1)CARE A4 (05-Oct-18)

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

**Annexure-3: Detailed explanation of covenants of the rated instrument / facilities:** Not Applicable

**Annexure 4: Complexity level of various instruments rated for this company**

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Line Of Credit	Simple
3	Non-fund-based - ST-Bank Guarantees	Simple

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to careedge.in for any clarifications.

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### About CARE Ratings:

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