

Dhiraj Engineers & Contractors

January 13, 2022

Ratings

| Facilities/Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|-------------------------------|--|---|--|
| Long Term Bank Facilities | 2.90 | CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable) |
| Short Term Bank Facilities | 4.50 | CARE A4; ISSUER NOT COOPERATING* (A Four; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Bank Facilities | 7.40 (Rs. Seven Crore and Forty Lakhs Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated January 04, 2021, placed the rating(s) of Dhiraj Engineers & Contractors (DEC) under the 'issuer non-cooperating' category as DEC 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. DEC continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated November 20, 2021, November 30, 2021, December 10, 2021.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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).

The ratings assigned to the bank facilities of DEC have been revised on account of non-availability of requisite information.

Detailed description of the key rating drivers

Please refer to PR dated [January 04, 2021](#)

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 Firm

Jabalpur (Madhya Pradesh) based Dhiraj Engineers & Contractors (DEC) was formed in 1992 as a partnership concern by Mr. Satyapal Dariyani, Mr. Dhiraj Dariyani and Mrs. Kanchan Dariyani. DEC is registered as 'A' (highest scale in A to D grade) class approved government electric contractor with Madhya Pradesh Poorv Kshetra Vidhyut Vitaran Company Limited and manufacturing unit of PCC Poles. The firm has two manufacturing unit of PCC Poles one in Jabalpur and other one is in Seoni, Madhya Pradesh. It executes electric contracts only for government departments mainly for Madhya Pradesh Poorv Kshetra Vidhyut Vitaran Co. Limited. The firm sells PCC Poles to government department as well as private players. The firm participates in the electric orders like electric wiring, transformers assembling and installation and all type of other electric works. The firm procures raw material mainly from Rajasthan, Madhya Pradesh and Haryana.

| Brief Financials (Rs. crore) | 31-03-2020 (A) | 31-03-2021(A) | 9MFY22(Prov.) |
|------------------------------|----------------|---------------|---------------|
| Total operating income | NA | NA | NA |
| PBILDT | NA | NA | NA |
| PAT | NA | NA | NA |
| Overall gearing (times) | NA | NA | NA |
| Interest coverage (times) | NA | NA | NA |

A: Audited; Prov: Provisional; NA: Not Available

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Status of non-cooperation with previous CRA: Not Available

Any other information: 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 firm: 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 | | - | - | - | 2.90 | CARE B; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Bank Guarantees | | - | - | - | 3.50 | CARE A4; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Letter of credit | | - | - | - | 1.00 | 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 | 2.90 | CARE B; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (04-Jan-21) | 1)CARE BB-; Stable (03-Dec-19) | 1)CARE BB-; Stable (17-Dec-18) |
| 2 | Non-fund-based - ST-Bank Guarantees | ST | 3.50 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (04-Jan-21) | 1)CARE A4 (03-Dec-19) | 1)CARE A4 (17-Dec-18) |
| 3 | Non-fund-based - ST-Letter of credit | ST | 1.00 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (04-Jan-21) | 1)CARE A4 (03-Dec-19) | 1)CARE A4 (17-Dec-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 | Non-fund-based - ST-Bank Guarantees | Simple |
| 3 | Non-fund-based - ST-Letter of credit | 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 care@careedge.in for any clarifications.

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About CARE Ratings:

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