

Sadbhav Engineering Limited

June 30, 2023

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Non-Convertible Debentures	-	-	Withdrawn

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Ltd. has withdrawn the ratings assigned to the non-convertible debentures of Sadbhav Engineering Limited with immediate effect, as the company has repaid the non-convertible debentures in full and there is no amount outstanding under the non-convertible debentures as on date.

Analytical approach: Not Applicable

Outlook: Not Applicable

Environment, social, and governance (ESG) risks: Not Applicable

Applicable criteria

[Policy on Withdrawal of Ratings](#)

About the company

Industry classification

Macro Economic Indicator	Sector	Industry	Basic Industry
Industrials	Construction	Construction	Civil Construction

Incorporated in 1988 and founded by Late Shri Vishnubhai Patel, SEL is an Engineering Procurement and Construction (EPC) contractor executing projects in roads, irrigation and mining segment. SEL had floated a wholly-owned subsidiary – SIPL as a holding company of build-operate-transfer (BOT) projects in 2007. During FY20, SIPL executed share purchase agreement with IndInfravit Trust (IndInfravit) and sold its entire stake in eight operational build operate transfer (BOT) special purpose vehicles (SPV), while the stake sale is awaited in one operational SPV. Post the transaction, Sadbhav Group had a portfolio of 14 BOT projects (four operational toll road projects, ten under construction HAM projects of which five HAM projects have received PCOD on partial length).

Brief Financials- SEL Standalone (Rs. crore)	31-03-2022 (A)	31-03-2023 (A)
Total operating income	1,322	1,054
PBILDT	-439	-109
PAT	-716	-346
Overall gearing (times)	0.68	0.95
Interest coverage (times)	-2.34	-0.66

A: Audited; UA: Unaudited; NA: Not Available.

Note: 'the above results are latest financial results available'

Brief Financials- Sadbhav group# (Rs. crore)	31-03-2022 (A)	31-03-2023 (A)
Total operating income	1,557	1,181
PBILDT	-378	-61
PAT	-908	-704
Overall gearing (times)	0.50	0.81
Interest coverage (times)	-1.14	-0.21

#Combining SEL (standalone) and SIPL standalone financials; NA: Not available.

Note: 'the above results are latest financial results available'

Status of non-cooperation with previous CRA: IND D; ISSUER NOT COOPERATING, based on best available information. India Ratings in its press release dated June 27, 2023 has downgraded the ratings and continued it under the non-cooperating category as SEL did not participate in the rating exercise despite continuous requests and follow-ups by the agency.

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

Any other information: Not Applicable

Rating history for the last three years: Please refer Annexure-2

Covenants of the rated instruments/facilities: Detailed explanation of covenants of the rated instruments/facilities is given in 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 (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Debentures-Non-Convertible Debentures	INE226H07098	22-Jun-2018	9.00%	22-Jun-2023	-	Withdrawn

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021
1	Fund-based-Long Term	LT	-	-	-	-	1)Withdrawn (07-Oct-21) 2)CARE BB+ (CW with Negative Implications) (07-Oct-21) 3)CARE BB+ (CW with Negative Implications) (07-Oct-21)	1)CARE BBB (CW with Negative Implications) (25-Mar-21) 2)CARE BBB+ (CW with Negative Implications) (23-Sep-20)
2	Non-fund-based-LT/ST	LT/ST *	-	-	-	-	1)Withdrawn (07-Oct-21) 2)CARE BB+ / CARE A4 (CW with Negative	1)CARE BBB / CARE A3+ (CW with Negative Implications) (25-Mar-21)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021
							Implications) (07-Oct-21)	2)CARE BBB+ / CARE A3+ (CW with Negative Implications) (23-Sep-20)
3	Term Loan-Long Term	LT	-	-	-	-	1)Withdrawn (07-Oct-21) 2)CARE BB+ (CW with Negative Implications) (07-Oct-21) 3)CARE BB+ (CW with Negative Implications) (07-Oct-21)	1)CARE BBB (CW with Negative Implications) (25-Mar-21) 2)CARE BBB+ (CW with Negative Implications) (23-Sep-20)
4	Commercial Paper-Commercial Paper (Carved out)	ST	-	-	-	-	-	1)Withdrawn (15-Sep-20)
5	Non-fund-based - LT/ST-BG/LC	LT/ST *	-	-	-	-	1)CARE BB+ / CARE A4 (CW with Negative Implications) (07-Oct-21) 2)CARE BB+ / CARE A4 (CW with Negative	1)CARE BBB / CARE A3+ (CW with Negative Implications) (25-Mar-21) 2)CARE BBB+ / CARE A3+ (CW with

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							Implications) (07-Oct-21) 3)Withdrawn (07-Oct-21)	Negative Implications) (23-Sep-20)
6	Term Loan-Long Term	LT	-	-	-	-	1)CARE BB+ (CW with Negative Implications) (07-Oct-21) 2)CARE BB+ (CW with Negative Implications) (07-Oct-21) 3)Withdrawn (07-Oct-21)	1)CARE BBB (CW with Negative Implications) (25-Mar-21) 2)CARE BBB+ (CW with Negative Implications) (23-Sep-20)
7	Fund-based - ST-Term loan	ST	-	-	-	-	1)CARE A4 (CW with Negative Implications) (07-Oct-21) 2)CARE A4 (CW with Negative Implications) (07-Oct-21) 3)Withdrawn (07-Oct-21)	1)CARE A3+ (CW with Negative Implications) (25-Mar-21) 2)CARE A3+ (CW with Negative Implications) (23-Sep-20)
8	Debentures-Non Convertible Debentures	LT	-	-	1)CARE D; ISSUER NOT COOPERATING * (11-May-23)	1)CARE C; Negative; ISSUER NOT COOPERATING *	1)CARE BB+ (CW with Negative Implications	1)CARE BBB (CW with Negative Implications

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						(07-Sep-22) 2)CARE B+ (CW with Negative Implications) (02-Jun-22)) (07-Oct-21)) (25-Mar-21) 2)CARE BBB+ (CW with Negative Implications) (23-Sep-20)
9	Debt-Non-convertible Debenture/Subordinate Debt	LT	-	-	-	-	-	1)Withdrawn (15-Sep-20)
10	Debentures-Non Convertible Debentures	ST	-	-	-	-	-	1)Withdrawn (15-Sep-20)

*Issuer did not cooperate; based on best available information

*Long term/Short term.

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

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

Sr. No.	Name of the Instrument	Complexity Level
1	Debentures-Non Convertible Debentures	Complex

Annexure-5: Bank lender details for this company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instruments: CARE Ratings 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.

Contact us

Media Contact Mradul Mishra Director CARE Ratings Limited Phone: +91-22-6754 3596 E-mail: mradul.mishra@careedge.in Relationship Contact Deepak Purshottambhai Prajapati Senior Director CARE Ratings Limited Phone: +91-79-4026 5656 E-mail: deepak.prajapati@careedge.in	Analytical Contacts Maulesh Desai Director CARE Ratings Limited Phone: 079-40265650 E-mail: maulesh.desai@careedge.in Setu Gajjar Assistant Director CARE Ratings Limited Phone: 079-40265615 E-mail: setu.gajjar@careedge.in Milin Sheth Lead Analyst CARE Ratings Limited E-mail: Milin.Sheth@careedge.in
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About us:

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