

Rajshree Construction

September 13, 2023

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	5.14	CARE B-; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B; Stable;
Short Term Bank Facilities	3.75	CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

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

Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated August 02, 2022, placed the rating(s) of Rajshree Construction (RC) under the 'issuer non-cooperating' category as RC 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. RC continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated June 18, 2023, June 28, 2023, July 08, 2023.

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 RC have been revised on account of non-availability of requisite information.

Analytical approach: Standalone

Outlook: Stable

Detailed description of the key rating drivers

Please refer to PR dated [August 02, 2022](#)

Applicable criteria

[CARE Rating's criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on Default Recognition](#)

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

About the Firm

Dahod-based (Gujarat), Rajshree Construction (RC) is a partnership firm constituted in 2005 by Mr. Deepsingh Hada, Mr. Hitendrakumar Hada, Mr. Jasvantsinh Hada and Mrs. Kokilaben Hada. RC is engaged in executing civil construction projects for construction of roads and bridges. The firm also has a class 'A' contractor certificate from the Road & Building department (R&B), Government of Gujarat (GoG) which makes the firm eligible for tendering for the works of roads and building department, irrigation department and public health engineering department in the Gujarat state. The entity generates significant portion of its revenue through road work such as new road construction, patch work, resurfacing executed in the state of Gujarat. RC secures all its government contracts through open bidding process of R&B department of Gujarat. Orders received by RC generally get executed within 6-12 months. The firm sub-lets around 10% of its work orders to other local subcontractors.

Brief Financials (Rs. crore)	March 31, 2017(A)	March 31, 2018(A)
Total operating income	30.24	44.56
PBILDT	3.55	4.75
PAT	1.83	2.63
Overall gearing (times)	0.56	0.70
Interest coverage (times)	11.03	8.07

A: Audited, note: 'the above results are latest financial results 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 Applicable

Any other information: Not Applicable

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

Covenants of the rated instruments/facilities: Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

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
Fund-based - LT-Cash Credit		-	-	-	2.95	CARE B-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	2.05	CARE B-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	September 2016	0.13	CARE B-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	August 2016	0.01	CARE B-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	1.45	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	2.30	CARE A4; ISSUER NOT COOPERATING*

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

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument / Bank Facilities	Current Ratings			Date(s) and Rating(s) assigned in 2023-2024	Rating History		
		Type	Amount Outstanding (₹ crore)	Rating		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 - LT-Term Loan	LT	0.13	CARE B-; Stable; ISSUER NOT COOPERATING *	-	1)CARE B; Stable; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE BB-; ISSUER NOT COOPERATING * (28-May-20)
2	Fund-based - LT-Cash Credit	LT	2.95	CARE B-; Stable; ISSUER NOT COOPERATING *	-	1)CARE B; Stable; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE BB-; Stable; ISSUER NOT COOPERATING * (28-May-20)
3	Non-fund-based - ST-Bank Guarantee	ST	1.45	CARE A4; ISSUER NOT COOPERATING *	-	1)CARE A4; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE A4; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE A4; ISSUER NOT COOPERATING * (28-May-20)
4	Fund-based - LT-Term Loan	LT	0.01	CARE B-; Stable; ISSUER NOT COOPERATING *	-	1)CARE B; Stable; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE BB-; Stable; ISSUER NOT COOPERATING * (28-May-20)
5	Fund-based - LT-Cash Credit	LT	2.05	CARE B-; Stable; ISSUER NOT COOPERATING *	-	1)CARE B; Stable; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE BB-; Stable; ISSUER NOT COOPERATING * (28-May-20)
6	Non-fund-based - ST-Bank Guarantee	ST	2.30	CARE A4; ISSUER NOT COOPERATING *	-	1)CARE A4; ISSUER NOT COOPERATING * (02-Aug-22)	1)CARE A4; ISSUER NOT COOPERATING * (01-Jun-21)	1)CARE A4; ISSUER NOT COOPERATING * (28-May-20)

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

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities: Not Applicable**Annexure-4: Complexity level of the various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-Bank Guarantee	Simple

Annexure-5: Lender details

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

Note on the 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

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About Us:

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