

Avexa Corporation Private Limited

August 30, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	30.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	120.00	CARE D / CARE D; 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 and key rating drivers

CARE has been seeking information from Avexa Corporation Private Limited (ACPL) to monitor the ratings vide e-mail communications dated June 08, 2024 to August 12, 2024 among others and numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the ratings. Further, CARE has taken cognizance of continued delays in repayment of GECL loans and irregularities observed in working capital facilities. In line with the extant SEBI guidelines, CARE Ratings Ltd.'s rating on ACPL's bank facilities will now be denoted as CARE D; ISSUER NOT COOPERATING/CARE D; ISSUER NOT COOPERATING*.

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 reaffirmation in the ratings assigned to the bank facilities of Avexa Corporation Private Limited (ACPL) is on account of stretched liquidity position owing to delay in recoveries of dues leading to overdrawals in fund based working capital limit which are being regularised within a month and delays observed in repayment of GECL loans.

Analytical approach: Standalone

Outlook: Not applicable

Detailed description of the key rating drivers:

Please refer to PR dated [July 24, 2023](#)

Liquidity: Not applicable

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

Applicable criteria

[Policy in respect of non-cooperation by issuers](#)

[Definition of Default](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Construction](#)

[Infrastructure Sector Ratings](#)

[Short Term Instruments](#)

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

About the company and industry

Industry classification

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

Avexa Corporation Private Limited (ACPL, erstwhile Siva Swathi Constructions Private Limited) was started in 1998 as partnership concern. Later in 2005, the firm was converted into a private limited company. The company's name was changed to the current nomenclature in June 2017. ACPL gradually expanded its scope of activities to irrigation works which includes construction of barrages on rivers, building up of canals, water and sewage treatment plants, coal and manganese ore mining, roads, and construction of Road over Bridges (ROB) etc. ACPL executes projects as a principal contractor as well as a sub-contractor and in joint venture. ACPL has prequalification criteria to bid work orders of Rs.200 crore in railways, Rs.100 crore in roads and Rs.300 crore through Joint Ventures.

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	H1FY23 (UA)
Total operating income	101.70	91.16	44.46
PBILDT	16.18	17.57	4.24
PAT	2.48	2.94	1.22
Overall gearing (times)	0.75	0.53	NA
Interest coverage (times)	1.54	1.46	1.66

A: Audited UA: Unaudited; Note: 'the above results are latest financial results available'

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 rated instrument / facility: Detailed explanation of 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		-	-	-	30.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - LT/ ST-Bank Guarantee		-	-	-	120.00	CARE D / CARE D; 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			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	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
1	Fund-based - LT-Cash Credit	LT	30.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (24-Jul-23)	1)CARE BB; Negative (17-Feb-23)	1)CARE BBB-; Stable (07-Jan-22)
2	Non-fund-based - LT/ ST-Bank Guarantee	LT/ST	120.00	CARE D / CARE D; ISSUER NOT COOPERATING *	-	1)CARE D / CARE D; ISSUER NOT COOPERATING * (24-Jul-23)	1)CARE BB; Negative / CARE A4 (17-Feb-23)	1)CARE BBB-; Stable / CARE A3 (07-Jan-22)

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

LT: Long term; LT/ST: Long term/Short term

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	Non-fund-based - LT/ 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.

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About us:

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Disclaimer:

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