Mythri Infrastructure and Mining India Private Limited

September 08, 2025

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long-term bank facilities	208.00 (Enhanced from 183.00)	CARE A; Stable	Reaffirmed
Long-term / Short-term bank facilities	467.00 (Enhanced from 367.00)	CARE A; Stable / CARE A1	Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

Reaffirmation of ratings for bank facilities and instruments of Mythri Infrastructure and Mining India Private Limited (MIMIPL) reflects its strong financial risk profile for FY25 (April 01 to March 31), underpinned by a healthy capital structure and sound debt coverage metrics. These are supported by reduced debt levels and consistent profit accretion from stable operations. The company continues to maintain high profitability margins, driven by efficient execution of work orders. With a robust order book from reputed clients, MIMIPL is expected to further enhance its execution pace, ensuring medium-to-long term revenue visibility.

Ratings also benefit from MIMIPL's strong liquidity position, marked by surplus cash accruals, liquid assets, and unutilised fund-based credit lines. Promoters bring extensive industry experience and have successfully managed a large fleet of Heavy Earth Moving Machinery (HEMM), contributing to operational efficiency.

However, ratings also factor in the expected moderation in capital structure and debt coverage metrics due to procurement of equipment loans to partially finance new machinery purchases, aimed at supporting the company's expanding operations. Constraints include significant exposure to non-core investments -, execution risks due to regulatory challenges in the mining sector, and capital-intensive business.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Significant improvement in scale of operations and earnings before interest, taxation, depreciation, and amortisation (EBITDA) margins sustaining above 30%, maintaining comfortable capital structure.
- Substantial reduction in exposure to non-core investments.

Negative factors

- Unexpected debt funded capital expenditure, impacting credit metrics.
- Collection period sustaining above 90 days.
- Decline in EBITDA margins on a sustained basis.

Analytical approach: Standalone

Outlook: Stable

The company is expected to sustain its operational performance considering healthy order book position and satisfactory work execution track record which has strengthened relationship with its clients and enabled it in getting repeat orders. The company's financial risk profile is expected to remain comfortable going forward in view of low reliance on debt and robust liquidity position.

Detailed description of key rating drivers:

Key strengths

Experienced and resourceful promoters

Formerly known as Mythri Infra, MIMIPL was founded by T Srinivas Rao, who has over a decade long experience in the mining industry with operations involving mining works such as excavation and transportation of minerals in Odisha, Jharkhand, Chhattisgarh, and execution of few civil projects in Andhra Pradesh, which shall augment company's operations in the future.

[1]Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

Established track record of operations and relation with reputed clientele
The entity has a satisfactory track record of operations since 2015, with successful completion of contracts without penalty payments arising considering delay in execution or lower quantities of ores mines. Majority works involve providing end-to-end solutions beginning from mining the minerals such as bauxite and uranium ores and transportation of the ores to client's location. M/s Utkal Alumina International Limited, a wholly owned subsidiary of Hindalco Industries Limited, M/s Odisha Mining Corporation Limited, Vedanta Limited, National aluminium company Limited, and MECON Limited are some of the company's major clientele. The company has been able to gain strong credentials and establish relationship with its clientele, bagging repeat orders which will help in the future.

Healthy order book provides long-term revenue visibility
The orders comprise a mix of coal mining and other activities such as mining developing operations (MDO), loading & transportation, leasing of equipment, and removal of Over Burden (OB), among others. All orders executed by the company have pre-approved regulatory and statutory clearances, which enables the company to commence operations without delay.
. Considering tenor of contracts varying from six months to 30 years, the order book to gross revenue (FY25) ratio stands at 31x against the weighted average residual period of 24.76 years , indicating a robust pipeline of future work. The order book includes a diverse mix of services such as mining, loading and transportation, equipment leasing, and removal of overburden (OB). Most projects are concentrated in eastern India, particularly in Jharkhand and Odisha, which allows the company to deploy its resources efficiently across nearby sites. Duration of these contracts ranges from short-term (6 months) to long-term (up to 30 years), resulting in an impressive order book to revenue ratio of 31x, with a weighted average residual contract period of 24.76 years. MIMIPL secures annual renewals worth ₹200–250 crore from private clients, further strengthening its revenue visibility.

Stable scale of operations with healthy profitability margins
MIMIPL's scale of operations remained stable with total operating income (TOI) of ₹828 crore in FY25 (against ₹936 crore in FY24) mainly considering timely execution of work orders and with timely relief and rehabilitation and handover of land from the principals.

The profit before interest, lease rentals, depreciation and taxation (PBILDT) margin remained healthy at 34% in FY25 against 36% in FY24. The company has cultivated strong expertise in executing mining operations efficiently and has consistently pursued high-value contracts through strategic bidding practices. In Q1FY26, the company has reported TOI of ₹173 crore considering pacing up of mining activities. Normally Q1 is one of the slowest quarters for the company and performance is incremental Q2 onwards.

Comfortable financial risk profile and comfortable liquidity position
The capital structure is comfortable with overall gearing of 0.18x as of March 31, 2025 (0.16x as of March 31, 2024). Slight moderation is considering availing equipment loan to finance purchase of equipment to support increasing scale of operations and mobilisation advances. Total debt to gross cash accruals (TD/GCA) moderated to 0.84x in FY25 against 0.53x in FY24 in view of higher debt, however, it remained comfortable. Further, MIMIPL has a strong liquidity position with minimal utilisation of 2% average cash credit utilisation.

Large fleet of heavy equipment
MIMIPL's operations are capital intensive, as it must continuously incur capex for procuring heavy earthmoving and other mining equipment. The company has collaborated with the original equipment manufacturer (OEM) for periodic repairs and maintenance of its fleet.

Being in operation for over a decade, MIMIPL has established a large fleet of heavy equipment enabling execution of large sized orders. The company has fleet of heavy vehicles such as Dumpers, Excavators, and Bulldozers, among others) and other mining equipment (including Compactor, Drillers, and Cranes, among others). Majority fleet is from reputed vendors such as Volvo, Eicher, Bharat Benz, Jakson, Komatsu, Ashoka Leyland, and BEML among others. The company needs to incur regular maintenance capex to upgrade its fleet and have sufficient machinery in place to execute large orders successfully. This, apart the company has collaborated with few of the OEM for the periodic repairs and has an in-house service centre / maintenance centre / workshop for the periodic repairs and maintenance of its fleet. It helps the company reduce its downtime in case of breakdowns and helps the company to save on annual maintenance charge (AMC) costs for its fleet. Having own fleet helps the company to achieve higher operating margins.

Price escalation clause in contracts
The contracts mainly comprise income from excavation - services which are based on per tonne of coal/bauxite excavated and run in the contract period. Major cost for MIMIPL for such services is the high-speed diesel (HSD, Power & Fuel cost constituted

~34% of cost of sales of FY25) cost for plying the equipment's. Cost of labour, which is another major cost and has an escalation clause linked to WPI index. Majority contracts have escalation clause built into them.

Key weaknesses

Significant non-core investments and advances to related parties:

The total non-core investments stood high as on March 31, 2025. However, adjusted gearing ratio stands comfortable at 0.23x as on March 31, 2025. Any further non-core investments or advances to related parties and devaluation of existing investments is a key credit monitorable.

Geographic, client and geopolitical concentration risk

Geographic and segmental concentration exists with majority orders in Odisha and majorly concentrated on mining related activities.. Majority orders in hand are to be executed in Odisha, the company is exposed to political uncertainty in the state, social unrests, delay in approvals and issues arising from rehabilitation of people. The company is also exposed volatility in crude oil prices due to international uncertainty.However, the company's long-standing presence in the state and past track record of the company in getting approvals on time mitigates the risk to some extent.

Risk of delay in project execution

Mythri's business is susceptible to financial loss arising from delay in project execution or lower mining of coal, and there exists a penalty clause for delay/lower mining in contract execution. However, the company has been successful in building an experienced management team with strong project execution skills, which enabled the company to build satisfactory standing in the industry as indicated in the repeat orders. The company has never paid penalties due to delay in execution or lower quantum of minerals mined.

Impact of Government regulation on mining activities

Mining services are highly government regulated sector. India's central government and state governments are jointly responsible for the mining sector's administration. The industry is governed by a federal system that divides regulatory authorities and responsibilities between the central government and the respective state governments. The Mines and Minerals (Development and Regulation) Act 1957 (MMDR Act) was enacted by the Indian government as the primary legislation governing the mineral sector. The MMDR Act gives the central Government the authority to issue directives to state governments to ensure sustainable mineral development and reduction in the exploitation of air, ground, water, and noise. The government lay out guidelines time to time to make mining activities more efficient in a view to maximise the production and minimise the environmental hazards caused due to mining. The change in guidelines set by GOI impacts performance of the mining industry.

Liquidity: Strong

The presence of significant unencumbered cash and bank balance and unutilised working capital credit lines, provides cushion to meet immediate operational requirements. Lower reliance on working capital is considering strong collection efficiency of 100%. Although the working capital cycle is bit stretched considering elongated collection period, the company's current ratio stood comfortable at 5.31x, as on March 31, 2025. Going forward, the projected GCAs are expected to be sufficient to meet the company's debt repayment obligations.

Assumptions/Covenants: Not applicable

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

Applicable criteria

Definition of Default
Liquidity Analysis of Non-financial sector entities
Rating Outlook and Rating Watch
Financial Ratios – Non financial Sector
Service Sector Companies
Short Term Instruments

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Commodities	Metals & mining	Minerals & mining	Industrial minerals

Promoted by T. Srinivas Rao, MIMIPL is headquartered in Visakhapatnam, Andhra Pradesh, was incorporated in 2012 as a partnership firm and commenced its commercial operations in 2015. Later, on December 16, 2019, it was reconstituted as a private limited company. The company primarily undertakes contracts for mining activities, extraction, and transportation of minerals such as bauxite and uranium ore in Odisha and Jharkhand. The company is specialised in open cast mining and offers end-to-end mining solutions, extraction of minerals and deliver the minerals to clients at their doorstep.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (P)	Q1FY26 (UA)
Total operating income	936.14	828.78	173
PBILDT	337.77	279.50	-
PAT	228.76	189.47	-
Overall gearing (times)	0.16	0.18	-
Interest coverage (times)	32.69	22.08	-

A: Audited UA: Unaudited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	68.00	CARE A; Stable
Fund-based - LT-Term Loan		-	-	01/09/2026	140.00	CARE A; Stable
Non-fund-based - LT/ ST-Bank Guarantee		-	-	-	467.00	CARE A; Stable / CARE A1

Annexure-2: Rating history for 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 2025-2026	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
1	Fund-based - LT-Cash Credit	LT	68.00	CARE A; Stable	-	1)CARE A; Stable (23-Aug-24)	1)CARE A; Stable (25-Aug-23)	1)CARE A; Stable (21-Nov-22) 2)CARE A; Stable (07-Jul-22)
2	Non-fund-based - LT/ ST-Bank Guarantee	LT/ST	467.00	CARE A; Stable / CARE A1	-	1)CARE A; Stable / CARE A1 (23-Aug-24)	1)CARE A; Stable / CARE A1 (25-Aug-23)	1)CARE A; Stable / CARE A1 (21-Nov-22) 2)CARE A; Stable / CARE A1 (07-Jul-22)
3	Fund-based - LT-Term Loan	LT	140.00	CARE A; Stable	-	1)CARE A; Stable (23-Aug-24)	1)CARE A; Stable (25-Aug-23)	1)CARE A; Stable (21-Nov-22)

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

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

Annexure-4: Complexity level of 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 - LT/ ST-Bank Guarantee	Simple

Annexure-5: Lender details

To view lender-wise details of bank facilities please click here

Note on complexity levels of rated instruments: CareEdge Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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