

## Advaita Mining and Construction LLP

September 12, 2025

| Facilities/Instruments                 | Amount (₹ crore) | Rating <sup>1</sup>         | Rating Action |
|----------------------------------------|------------------|-----------------------------|---------------|
| Long-term / Short-term bank facilities | 50.00            | CARE BBB; Stable / CARE A3+ | Assigned      |

Details of instruments/facilities in Annexure-1.

### Rationale and key rating drivers

The rating assigned to bank facilities of Advaita Mining and Construction LLP (Advaita LLP) is supported by the promoter's extensive experience in the mining sector and their established relationships with a reputed client base. This is reflected in the firm's rising total operating income (TOI), moderately strong order book featuring leading players from the infrastructure and mining industries. These factors have contributed to healthy profit margins, and a moderately sound capital structure. However, the rating is tempered by the firm's modest scale of operations, which is primarily due to its limited operational track record. Client concentration and its presence in the highly fragmented Indian logistics industry pose further challenges.

### Rating sensitivities: Factors likely to lead to rating actions

#### Positive factors

- Significant rise in scale of operations while maintaining profit before depreciation, interest, and taxes (PBDIT).

#### Negative factors

- Decline in scale of operations by 20% with decline in profit margins.
- Deterioration in the capital structure with debt funded capex.

**Analytical approach:** Standalone with management support from promoters having promoted Mythri Infrastructure and Mining India Private Limited (Mythri Infra).

### Outlook: Stable

Stable outlook is assigned for the rating of Advaita LLP considering strong promoters, their relationship with reputable principals, inclination to bid for projects with high profitability margins and prudent financial planning.

### Detailed description of key rating drivers:

#### Key strengths

##### Experienced promoters

The entity is promoted by T Srinivas Rao, who brings over a decade of experience in the mining industry. His expertise spans operations such as excavation and transportation of minerals across Odisha, Jharkhand, and Chhattisgarh, with the execution of select civil projects in Andhra Pradesh. Since 2004, Rao has successfully undertaken mining assignments for prominent clients in the mining industry.

##### Healthy financial risk profile

The firm's scale of operations remained modest with TOI of ₹198 crore in FY25 (against ₹97 crore in FY24) mainly considering short track record of operations. The profit before interest, lease rentals, depreciation and taxation (PBILDT) margin remained healthy at 37% in FY25 while profit after tax (PAT) margins at 24.44% due to timely execution of productive orders in hand. - The capital structure of Advaita LLP is comfortable with overall gearing of 0.07x as on March 2025 (0.6x as on March 2024) as there are no term loans and WC utilisation also remained modest at 9% for the last 12 months.

##### Healthy order book

Advaita LLP is actively engaged in mining-related services including bauxite loading, transportation, stacking, logistics, civil construction, and mine management. Considering tenor of contracts varying from six months to eighteen months, the order book to gross revenue (FY25) ratio stands at 3.65x. The orders are from reputed clients and span across Odisha and Karnataka.

### Key weaknesses

<sup>1</sup>Complete definition of ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE Ratings Limited's publications.

## Short track record of operations

Advaita LLP started its operations in 2024, so it has a short track record. The entity is still new and has limited experience in handling long-term or large-scale projects. This can be a weakness, especially compared to more established players. However, this can be partly overcome by the experience of its promoters-. Its industry knowledge and relationships can help build trust and drive growth despite the entity's early stage.

## Partnership firm

Advaita LLP operates as a partnership firm, which can limit its ability to raise large-scale funding compared to corporate structures. It also faces the risk of capital withdrawal by partners, which may affect the firm's financial stability and long-term planning.

## Geographic, client and geopolitical concentration risk

Geographic and segmental concentration exist with majority orders in Odisha and majorly concentrated on mining related activities. Order book concentration exists with 52% of the order book value from two major clients.. Majority orders in hand are to be executed in Odisha. The firm is exposed to political uncertainty in the state, social unrests, delay in approvals and issues arising out of rehabilitation of people. In addition, the firm is exposed volatility in crude oil prices due to international uncertainty. However, the entity's long-standing presence in the state and past track record of the firm in getting approvals on time mitigates the risk to some extent.

## Inherent drawbacks faced by fragmented Indian logistics industry

Logistics operations depend on the country's overall economic condition. Higher economic activity translates to higher freight movement which drives demand for road freight transport industry. Advaita LLP's major exposure to mining contracts with renowned mining and infrastructure companies expresses to risk arising from inherent cyclicity in logistics sector. Low service differentiation and almost nil entry barriers makes road transport freight logistic business highly fragmented with organised and unorganised players.

## Liquidity: Adequate

The firm has adequate liquidity characterised by sufficient cushion in accruals against no repayment obligations because of the absence of long-term debt. and almost unutilised working capital credit lines of ₹50 crore, which provides cushion to meet immediate operational requirements. Although the working capital cycle is comfortable at 26 days, the firm's current ratio stood comfortable at 2.49x as on March 31, 2025.

**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 and mining | Minerals and mining | Industrial minerals |

Advaita LLP is a privately held infrastructure and mining services firm incorporated in May 2023, headquartered in Visakhapatnam, Andhra Pradesh. The firm is promoted by Srinivasa Rao Tella and Teja Ramya Movva, who are also associated with Mythri Infrastructure and Mining India Private Limited. Advaita specialises in coal and mineral mining operations through specialised services such as drilling, blasting, site development and providing logistic services. The firm has the moderate order book to be executed in next 12-15 months. The major orders are from reputed clients - for the logistic services of bauxite and other support activities.

| Brief Financials (₹ crore) | March 31, 2024 (A) | March 31, 2025 (P) | Q1FY26 (UA) |
|----------------------------|--------------------|--------------------|-------------|
| Total operating income     | 97.88              | 198.56             | N.A.        |
| PBILDT                     | 45.36              | 74.35              | N.A.        |
| PAT                        | 29.41              | 48.54              | N.A.        |
| Overall gearing (times)    | 0.62               | 0.07               | N.A.        |
| Interest coverage (times)  | 547.31             | 494.96             | N.A.        |

A: Audited UA: Unaudited, P: Provisional 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 |
|--------------------------------------------------|------|-------------------------------|-----------------|----------------------------|-----------------------------|------------------------------------|
| LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG |      | -                             | -               | -                          | 50.00                       | CARE BBB; Stable / CARE A3+        |

#### 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       | LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG | LT/ST           | 50.00                        | CARE BBB; Stable / CARE A3+ | -                                           | -                                           | -                                           | -                                           |

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       | LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG | 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.

### Contact us

|                                                                                                                                                                                                      |                                                                                                                                                                                                   |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Media Contact</b><br><br>Mradul Mishra<br>Director<br><b>CARE Ratings Limited</b><br>Phone: +91-22-6754 3596<br>E-mail: <a href="mailto:mradul.mishra@careedge.in">mradul.mishra@careedge.in</a>  | <b>Analytical Contacts</b><br><br>Karthik Raj K<br>Director<br><b>CARE Ratings Limited</b><br>Phone: 918046625555<br>E-mail: <a href="mailto:karthik.raj@careedge.in">karthik.raj@careedge.in</a> |
| <b>Relationship Contact</b><br><br>Saikat Roy<br>Senior Director<br><b>CARE Ratings Limited</b><br>Phone: 912267543404<br>E-mail: <a href="mailto:saikat.roy@careedge.in">saikat.roy@careedge.in</a> | Niraj Thorat<br>Assistant Director<br><b>CARE Ratings Limited</b><br>Phone: 914040102030<br>E-mail: <a href="mailto:Niraj.Thorat@careedge.in">Niraj.Thorat@careedge.in</a>                        |
|                                                                                                                                                                                                      | Purva Budhbhatti<br>Lead Analyst<br><b>CARE Ratings Limited</b><br>E-mail: <a href="mailto:Purva.Budhbhatti@careedge.in">Purva.Budhbhatti@careedge.in</a>                                         |

### About us:

Established in 1993, CareEdge Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the Reserve Bank of India. With an equitable position in the Indian capital market, CareEdge Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CareEdge Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CareEdge Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit. For more information: [www.careratings.com](http://www.careratings.com)

### Disclaimer:

This disclaimer pertains to the ratings issued and content published by CARE Ratings Limited ("CareEdge Ratings"). Ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse, or recall the concerned bank facilities or to buy, sell, or hold any security. Any opinions expressed herein are in good faith and are subject to change without notice. The rating reflects the opinions as on the date of the rating. A rating does not convey suitability or price for the investor. The rating agency does not conduct an audit on the rated entity or an independent verification of any information it receives and/or relies on for the rating exercise. CareEdge Ratings has based its ratings/outlook on the information obtained from reliable and credible sources. CareEdge Ratings does not, however, guarantee the accuracy, adequacy, or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. The users of the rating should rely on their own judgment and may take professional advice while using the rating in any way. CareEdge Ratings shall not be liable for any losses that user may incur or any financial liability whatsoever to the user of the rating. The use or access of the rating does not create a client relationship between CareEdge Ratings and the user.

CAREEDGE RATINGS DISCLAIMS WARRANTY OF ANY KIND, EXPRESS, IMPLIED OR OTHER WARRANTIES OR CONDITIONS, TO THE EXTENT PERMITTED BY APPLICABLE LAWS, INCLUDING WARRANTIES OF MERCHANTABILITY, ACCURACY, COMPLETENESS, ERROR-FREE, NON-INFRINGEMENT, NON-INTERRUPTION, SATISFACTORY QUALITY, FITNESS FOR A PARTICULAR PURPOSE OR INTENDED USAGE.

Most entities whose bank facilities/instruments are rated by CareEdge Ratings have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CareEdge Ratings or its subsidiaries/associates may also be involved with other commercial transactions with the entity. CareEdge Ratings does not act as a fiduciary by providing the rating. The ratings are intended for use only within the jurisdiction of India. The ratings of CareEdge Ratings do not factor in any rating-related trigger clauses as per the terms of the facilities/instruments, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and triggered, the ratings may see volatility and sharp downgrades. CareEdge Ratings has established policies and procedures as required under applicable laws and regulations which are available on its website.

Privacy Policy applies. For Privacy Policy please refer to [https://www.careratings.com/privacy\\_policy](https://www.careratings.com/privacy_policy)

© 2025, CARE Ratings Limited. All Rights Reserved.

This content is being published for the purpose of dissemination of information. Any use or reference to the contents herein on an "as-is" basis is permitted with due acknowledgement to CARE Ratings. Reproduction or retransmission in whole or in part is prohibited except with prior written consent from CARE Ratings.

**For detailed Rating Report and subscription information,  
please visit [www.careratings.com](http://www.careratings.com)**