

Krishi Infratech

December 16, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	79.50	CARE BB+; Stable; ISSUER NOT COOPERATING*	Downgraded from CARE BBB-; Negative and moved to 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 Ratings Limited has been seeking information from Krishi Infratech to monitor the rating vide e-mail communications/letters dated 07th October 2025, 29th October 2025, 07th November 2025, 14th November 2025, 21st November 2025 and 1st December 2025 among others and numerous phone calls. However, despite our repeated requests, the firm has not provided the requisite information for monitoring the ratings. In line with the extant SEBI guidelines, CARE Ratings Limited has reviewed the rating on the basis of the best available information which however, in CARE Ratings Limited's opinion is not sufficient to arrive at a fair rating. The rating of Krishi Infratech bank facilities has been downgraded and moved to issuer no cooperating category to CARE BB+; Stable/ ISSUER NOT COOPERATING * from CARE BBB-; Negative.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating. The revision in rating is on account of non-availability of information.

The revision in the rating assigned to the bank facilities of Krishi Infratech is on account of non-availability of information.

Analytical approach: Standalone

Detailed description of key rating drivers:

At the time of last surveillance rating on January 09, 2025, following were the key rating strengths and weaknesses.

Key weaknesses

Moderate scale of current operations and orderbook, timely receipt of enhancement in bank limits remain crucial

Scale of operations has remained moderate over the years, achieving a turnover of ₹318.97 crore in FY24 (FY23: ₹294.23 crore), registering a growth of 8.5% on a y-o-y basis in FY24. In 7MFY25, it reported TOI of ₹100.43 crore compared to ₹201 crore in the same period of FY24, lower revenue was mainly attributable to delays in handover of the project by its customers. As articulated, by the management, order execution for balance 5 months of FY25 is expected to improve with increased hand over/clearance of the project in the recent months. The firm has a total sanctioned BG of ₹45 crore as of April 16, 2024, reduced from ₹52 crore previously. These limits remain fully utilised. The firm has received total orders worth ₹375 crore in FY24 and 7MFY25. Therefore, timely receipt of enhanced limits remains crucial for receipt of new orders and timely execution of ongoing orders. KI has a total unexecuted orders book of ₹833 crore as of December 05, 2024, most of which pertains to construction of bridges for Indian Railways and NHA. This represents 2.76x average revenue booked for the period FY22-FY24, providing medium-term revenue visibility.

Concentration in the order book and slow movement of orders

Concentration in the order book and slow movement of orders in the sector and geography can be seen, as the firm executes projects related to Indian Railways and MORTH. Nevertheless, there is negligible counterparty risk, since contracts are from Government departments. Almost 65% (PY: 83.8%) of the orderbook pertains to construction of bridges. Geographically, order execution is in Karnataka region almost 57% in FY24 (PY: 55%). The firm has established more than decade-old experience in handling railway projects and hence qualifies for technical requirements while bidding for tenders. There is almost 22% (PY:27%) of the orderbook which was received before FY22 and are slow moving. Slow movement of such orders are primarily on account of land acquisition issues.

Highly competitive industry because of the fragmented and tender-driven nature of business

The firm operates in the intensely competitive construction industry. The Indian construction sector is highly fragmented, with many mid-sized and large players. The firm specialises in bridge construction and works on government tenders. Due to low entry barriers in the sector, numerous players are present, exposing the firm to intense competition. Additionally, as the firm acquires job works through the tendering process, this intense competition reduces its bargaining power. Most competitors have low credit risk and a relatively stable track record of projects, making these projects lucrative and highly competitive for all contractors.

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

Inherent risks associated with the partnership nature of business and conservative capital structure

KI is constituted as a partnership firm and has the inherent risk of possibility of withdrawal of partner's capital at the time of personal contingencies. With the history of capital drawings and capital infusion when required, KI is exposed to inherent risks associated with partnership nature of business. However, there was capital infusion of ₹6.96 crore in the current year against withdrawal of ₹9.9 crore in FY24.

Key strengths

Extensive experience of the partners

Partners N Kumar and M Suryanarayana Reddy have been in the construction industry for two decades and the firm has demonstrated track record of getting repeated orders from Government departments.

Low counterparty risks involved with timely collection of receivables with presence of price variation clause in all orders

KI undertakes work contracts mainly for the Indian Railways, Ministry of Road Transport and Highways (MORTH) and National Highway Authority of India (NHAI). Counterparty risk remains low, and hence, leads to regular collections even though retention amount/ security deposit continues to remain high. All these projects have an inherent price variation clause.

Efficient working capital management

The firm receives payment from clients within 30 days of raising the bill, which helps them to manage working cycle in an efficient manner. Retention money / security deposits have to be maintained at ~5% of the running bill, which gets released after about six months of project completion. These receivables have been funded from extended credit period received from various trade creditors such as sub-contractors.

Comfortable debt protection metrics

The firm's debt profile primarily comprises working capital borrowings and term loans with a total debt (TD) of ₹15 crore as on March 31, 2024. The firm has a sanctioned OD of ₹4.5 crore (Reduced from ₹7.5 crore from April 16, 2024). On the back of consistent inflow or receipt from customers and support from its suppliers, utilisation of limits remains low. Accordingly, TOL/TNW continued to remain comfortable at 2.18x as on March 31, 2024 (March 31, 2023: 2.49x). Other debt coverage indicators remained comfortable as reflected by TD to earnings before interest, tax, depreciation and amortisation (EBITDA) of 0.61x in FY24 (FY23:0.91x) and interest coverage ratio of 7.56x in FY24 against 5.42x in FY23.

Liquidity: Adequate

The firm's liquidity is driven by strong credit quality of its counterparties resulting in lower collection days as well as firm's ability to receive higher credit period from its creditors resulting in negative working capital cycle. The firm generated gross cash accruals (GCA) of ~₹15 crore in projected years, which would sufficiently cover its debt repayments. Average BG utilisation remained 100% for 12 months ending October 2024. Per bank statements, share the average of maximum utilisation of limits remained at 85% for 12 months ended November 2024.

Applicable criteria

[Definition of Default](#)

[Information Adequacy Risk and Issuer Non-Cooperation](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Construction Sector](#)

[Infrastructure Sector Ratings](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Construction	Construction	Civil Construction

KI is a partnership firm established in December 2011 by partners M.N Kumar and Suryanarayana Reddy. The firm is engaged in civil construction, mainly into bridge construction. The firm is an engineering, procurement & construction (EPC) contractor and its clients are primarily, Indian Railways and MORTH.

Brief Financials (₹ crore)	March 31, 2023 (A)	March 31, 2024 (A)
Total operating income	294.23	318.97
PBILDT*	25.59	24.63
PAT	11.78	12.07
Overall gearing (times)	0.56	0.34
Interest coverage (times)	5.42	7.56

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

*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Krishi Infratech has been classified under non-cooperation by issuer category by Infomerics Ratings due to inadequate information provided by the firm.

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	Coupon Rate (%)	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	9.50	CARE BB+; Stable; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantee		-	-	-	70.00	CARE BB+; Stable; ISSUER NOT COOPERATING*

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

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	Non-fund-based - LT-Bank Guarantee	LT	-	-	-	-	-	1)CARE BB; Stable; ISSUER NOT COOPERATING * (11-May-22) 2)Withdrawn (11-May-22)
2	Fund-based - LT-Bank Overdraft	LT	-	-	-	-	-	1)Withdrawn (11-May-22) 2)CARE BB; Stable; ISSUER NOT COOPERATING * (11-May-22)
3	Fund-based - LT-Term Loan	LT	-	-	-	1)Withdrawn (09-Jan-25)	1)CARE BBB-; Stable (23-Feb-24)	-
4	Non-fund-based - LT-Bank Guarantee	LT	70.00	CARE BB+; Stable; ISSUER NOT COOPERATING *	-	1)CARE BBB-; Negative (09-Jan-25)	1)CARE BBB-; Stable (23-Feb-24)	-
5	Fund-based - LT-Cash Credit	LT	9.50	CARE BB+; Stable; ISSUER NOT COOPERATING *	-	1)CARE BBB-; Negative (09-Jan-25)	1)CARE BBB-; Stable (23-Feb-24)	-

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

LT: Long 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	Non-fund-based - LT-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.

Contact us

<p>Media Contact</p> <p>Mradul Mishra Director CARE Ratings Limited Phone: +91-22-6754 3596 E-mail: mradul.mishra@careedge.in</p> <p>Relationship Contact</p> <p>Saikat Roy Senior Director CARE Ratings Limited Phone: 912267543404 E-mail: saikat.roy@careedge.in</p>	<p>Analytical Contacts</p> <p>Karthik Raj K Director CARE Ratings Limited Phone: +91-80- 4662 5555 E-mail: karthik.raj@careedge.in</p> <p>Manohar S Annappanavar Associate Director CARE Ratings Limited Phone: +91-80- 4662 5525 E-mail: manohar.annappanavar@careedge.in</p> <p>Saket Upadhyay Analyst CARE Ratings Limited E-mail: Saket.upadhyay@careedge.in</p>
--	---

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

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

© 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**