

## LSC Infratech Limited

March 19, 2026

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	360.00 (Enhanced from 110.00)	CARE A-; Stable	Assigned

Details of instruments/facilities in Annexure-1.

### Rationale and key rating drivers

Ratings assigned to bank facilities of LSC Infratech Limited (LSC) derive strength from the company's long-standing presence and proven execution track record in the stone-crushing industry, supported by its sizeable crushing capacity and adequate storage infrastructure supported by 10 crushing units spread across Uttarakhand and Rajasthan. The company also benefits from a well-diversified and secured raw-material sourcing framework, where material is procured both from state-regulated waterfall/foothill deposits in Uttarakhand and through associate-held open-pit mining rights in Rajasthan, ensuring supply availability across geographies and reducing dependence on single source. LSC demonstrated consistent improvement in scale and profitability in the last several years, aided by operational efficiencies, arising from the gradual replacement of diesel-powered machinery with electric vehicle (EV) and loop-wire powered systems, optimisation in consumables and freight outward expenses, and maintained steady plant utilisation even during procurement-restricted months. In FY25, the company reported healthy operational performance with ~40% growth in total operating income (TOI), supported by sizeable land bank of 60–70 acre each, enabling the company to undertake substantial pre-monsoon inventory build-up, which is critical in a seasonal mining regime and provides financial flexibility to store high-volume inventory, which supports uninterrupted sales and stronger realisations during periods of reduced market supply. The company's financial risk profile remains comfortable as reflected by healthy overall gearing and debt-coverage metrics. However, these strengths are partially offset by working capital intensive operations, inherent to the sector due to seasonal raw-material availability, and highly regulated and competitive operating environment, characterised by numerous unorganised players and exposure to state-government-driven policy changes that could influence mining permissions or allocation structures.

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

#### Positive factors

- Sustained improvement in the scale of operations beyond ₹500 crore while maintaining profit before interest, lease rentals, depreciation and taxation (PBILDT) margin at similar levels leading to higher-than-expected cash accruals.
- Efficient working capital management leading to reduced dependence on bank lines and an improved financial risk profile and liquidity.

#### Negative factors

- Decline in scale of operations with PBILDT margin falling below 19% on a sustained basis.
- Further stretch in working capital cycle leading to increased dependence on bank lines, thereby leading to moderation in financial risk profile and liquidity.

**Analytical approach:** Consolidated Approach; The company has a wholly owned subsidiary LSC Mines and Minerals Private Limited, which is consolidated owing to operational and financial linkages. Consolidated details are listed under Annexure-6.

### Outlook: Stable

CARE Ratings Limited (CareEdge Ratings) believes that LSC Infratech Limited will continue to benefit from the extensive experience of promoters in the stone crushing industry and reputed customer base.

<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.

## Detailed description of key rating drivers:

### Key strengths

#### Established track record in the stone-crushing industry

The Kumar Group of Industries (KGI) is a business group with a long operating history in Uttarakhand, engaged across mining and stone crushing, automobile retail, industrial and medical gases, agro-forestry, floriculture, real estate and other ancillary activities. Over the years, the group has built a strong presence in the northern region through its diverse businesses, operational capabilities, and customer relationships. Its flagship company, LSC was incorporated on April 13, 1988, under the name Lalkuan Stone Crushers Limited and later rebranded to LSC. The company is one of North India's largest producers of crushed stone, grits, and sand, with a well-established name and significant scale of operations. The group was founded and is led by Shiv Kumar Agarwal, who brings nearly three decades of experience and is widely recognised for steering KGI's expansion across its verticals. He also held key industry leadership roles, including serving as the Founder Member and Past President of the Kumaon Garhwal Chamber of Commerce and Industry (KGCCI) and Past Chairman of the CII Kumaon Division. He is actively supported in business operations by his two sons, Abhishek Agarwal and Saurabh Agarwal, who contribute to strategic, operational, and technological initiatives within the group.

#### Wide crushing network across key geographies

The company has a sizeable operational footprint supported by 10 stone-crushing units across Uttarakhand and Rajasthan, equipped with high-capacity, modern machinery aggregating to an installed capacity of 96,96,000 MTPA as on March 31, 2025. Its strategically located plants enable efficient supply to key markets including Uttarakhand, Uttar Pradesh, Rajasthan and Delhi-NCR. The company's ability to sustain and scale operations is reinforced by a diversified and reliable raw-material procurement network. In Uttarakhand, material is sourced from state-led waterfall and foothill mining at government-fixed rates during the permitted mining window, while in Rajasthan, the company procures high-quality stone from associate-held open-pit quarries operated through licensed explosive contractors. To ensure uninterrupted availability from this wide supplier base, the company extends operational advances to dumpers/truckers for assured lift-offs, land-related advances for expanding stockyard capacity, and billing/tender advances aligned with procurement cycles. These advances, forming a major portion of the company's loans and advances, help secure steady supply from a large pool of vendors and mitigate concentration risk. With its sizeable land bank that supports extensive pre-monsoon inventory build-up, these strengths enable LSC to maintain consistent production, ensure year-round sales in a seasonal industry, and support healthy scale-up of operations year-after-year despite sectoral volatility.

#### Improving operational performance

The company's TOI grew at a compounded annual growth rate (CAGR) of 7.68% from FY21–FY25, supported by its long-standing industry experience, adequate storage capacity, and presence across Uttarakhand and Rajasthan, which collectively enable efficient sourcing and cost-effective supply to nearby markets. In FY25, the company achieved a strong ~40% growth in TOI, reaching ₹406.34 crore (FY24: ₹291.28 crore), rebounding from the temporary ~3% decline in FY24 caused by delays in a major highway order from Sadbhav Engineering. With project execution resuming and off-take normalising in FY25, revenue traction strengthened. Operational efficiencies also improved through enhanced dumper/transporter onboarding and incremental land acquisitions, which expanded stockyard capacity and supported higher pre-monsoon inventory build-up.

The company's PBILDT margin demonstrated a marked improvement from FY24 onwards, stabilising in the 24–26% range, driven by the adoption of advanced technologies such as EV-based equipment and loop-wire powered systems, which have significantly lowered fuel and operating costs. In 9MFY26, the company reported ~18% revenue growth, with TOI at ₹335.80 crore (9MFY25: ₹285.70 crore), supported by higher stocking capabilities, a wider transporter ecosystem, and steady demand from highway and civil construction segments. Profitability remained healthy, with a PBILDT margin of 25.21% in 9MFY26 (9MFY25: 24.74%).

#### Comfortable financial risk profile

The company's total debt comprised working capital borrowings of ₹206.61 crore, term loan of ₹19.75 crore, loan from intercorporate entities of ₹13.75 crore, and loans and advances from related parties of ₹10.44 crore as on March 31, 2025. The company's capital structure remained comfortable with overall gearing ratio of below 1x in the last years. This slightly improved and stood at 0.81x as on March 31, 2025 (PY: 0.88x) owing to accretion of profits to net-worth base. The total debt to gross cash accruals (TD/GCA) further improved from 4.10x as on March 31, 2024, to 3.74x as on March 31, 2025, owing to better profitability. However, the interest coverage (PBILDT/Interest) ratio moderated and stood at 5.11x as on March 31, 2025 (PY: 6.24x as on March 31, 2024), owing to higher interest expenses.

## Key weaknesses

### Working Capital Intensive nature of operations

The company's operations remain working capital intensive, primarily due to inherently seasonal availability of raw materials in Uttarakhand. As the state government undertakes the mining of naturally deposited aggregates, including sand, grit and boulder from foothill and waterfall zones, procurement is permitted only up to May 31 each year, following which mining activities are completely suspended during monsoons. Purchases recommence only from December, once extraction is allowed to resume. This restricted mining window necessitates, maintenance of substantially higher inventory levels, typically ranging between 240–350 days, to ensure uninterrupted crushing operations and sustain year-round sales despite several months of non-availability of raw materials. Consequently, the company's business model requires sizeable funding support, reflected in its combined sanctioned working capital limits of ₹348 crore across the group, comprising ₹325 crore availed by LSC Infratech Limited and the balance by its wholly-owned subsidiary, LSC Mines and Minerals Private Limited.

### Highly regulated nature of industry

The company operates in a highly regulated mining and stone-crushing sector, where raw-material extraction is subject to strict government controls, licensing requirements, and seasonal restrictions, particularly in Uttarakhand, where state-led mining halts during the monsoon. In Rajasthan, operations remain compliant with mandated norms for open-pit mining and licensed blasting activities. This regulatory environment necessitates continuous adherence to statutory and environmental guidelines, influencing the company's operational flexibility and supply availability.

### Liquidity: Adequate

The company has adequate liquidity position as characterized by sufficient gross cash accruals expected in the range of Rs.70 – Rs.80 crore in the projected years as against repayment obligations of Rs.7.70 crore in FY26 and Rs.3.54 crore in FY27. Due to the seasonal nature of mining operations, the company's bank limit utilization remains higher during peak season, although it moderates during non-peak season, resulting in an average utilization of ~67% over the past-twelve months ended October 2025. Given the working capital-intensive nature of its operations, the group's inventory holding is likely to remain high, and therefore, efficient management of its bank lines will be crucial. Further, the company is planning capex of ~Rs.50 crore in FY27 as the company is planning to purchase some EV equipment alongside installation of solar power plants for reduction of fuel costs, and the same is to be funded entirely from internal accruals. Further, the current ratio of the company stood comfortable at 1.51x as on March 31, 2025 (PY: 1.44x).

### Applicable criteria

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Consolidation](#)

## About the company and industry

### Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Commodities	Metals & Mining	Minerals & Mining	Industrial Minerals

The company's operations remain working capital intensive, primarily due to inherently seasonal availability of raw materials in Uttarakhand. As the state government undertakes the mining of naturally deposited aggregates, including sand, grit and boulder from foothill and waterfall zones, procurement is permitted only up to May 31 each year, following which mining activities are completely suspended during monsoons. Purchases recommence only from December, once extraction is allowed to resume. This restricted mining window necessitates, maintenance of substantially higher inventory levels, typically ranging between 240–350 days, to ensure uninterrupted crushing operations and sustain year-round sales despite several months of non-availability of raw materials. Consequently, the company's business model requires sizeable funding support, reflected in its combined sanctioned working capital limits of ₹348 crore across the group, comprising ₹325 crore availed by LSC Infratech Limited and the balance by its wholly-owned subsidiary, LSC Mines and Minerals Private Limited.

Brief Financials (₹ crore) (Consolidated)	March 31, 2024 (A)	March 31, 2025 (A)	9MFY26 (UA)
Total operating income	291.28	406.34	335.80
PBILDT*	78.18	100.95	84.66
Profit after tax (PAT)	41.52	46.05	42.79
Overall gearing (x)	0.88	0.81	NA
Interest coverage (x)	6.24	5.11	5.33

A: Audited UA: Unaudited; Note: these are latest available financial results; NA: Not Available

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

**Status of non-cooperation with previous CRA:** NA

**Any other information:** NA

**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		-	-	-	325.00	CARE A-; Stable
Term Loan-Long Term		-	-	March, 2028	35.00	CARE A-; Stable

### 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	325.00	CARE A-; Stable				
2	Term Loan-Long Term	LT	35.00	CARE A-; Stable				

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

### Annexure-3: Detailed explanation of covenants of rated instruments/facilities: NA

### Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Term Loan-Long Term	Simple

**Annexure-5: Lender details**

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

**Annexure-6: List of entities consolidated**

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	LSC Mines and Minerals Private Limited	Full	Wholly-owned subsidiary

**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><b>Media Contact</b></p> <p>Mradul Mishra Director <b>CARE Ratings Limited</b> Phone: +91-22-6754 3596 E-mail: <a href="mailto:mradul.mishra@careedge.in">mradul.mishra@careedge.in</a></p> <p><b>Relationship Contact</b></p> <p>Ankur Sachdeva Senior Director <b>CARE Ratings Limited</b> Phone: 912267543444 E-mail: <a href="mailto:Ankur.sachdeva@careedge.in">Ankur.sachdeva@careedge.in</a></p>	<p><b>Analytical Contacts</b></p> <p>Puneet Kansal Director <b>CARE Ratings Limited</b> Phone: 120-4452018 E-mail: <a href="mailto:puneet.kansal@careedge.in">puneet.kansal@careedge.in</a></p> <p>Sachin Mathur Associate Director <b>CARE Ratings Limited</b> Phone: 91-120-4452054 E-mail: <a href="mailto:sachin.mathur@careedge.in">sachin.mathur@careedge.in</a></p> <p>Akanksha Dutta Lead Analyst <b>CARE Ratings Limited</b> E-mail: <a href="mailto:Akanksha.dutta@careedge.in">Akanksha.dutta@careedge.in</a></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](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)

© 2026, CARE Ratings Limited. All Rights Reserved.

This content is being published for the purpose of dissemination of information required as per applicable law and regulations and CARE Ratings Limited holds exclusive copyright over the same. Any reproduction, retransmission, modification, derivative works or use or reference to the contents, in whole, in part or in any form, is prohibited except with prior express written consent from CARE Ratings Limited.

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