Alpa Infrastructure Limited

March 23, 2026

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long-term / Short-term bank facilities	-	-	Reaffirmed at CARE BBB-; Stable / CARE A3 and Withdrawn

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CareEdge Ratings) has reaffirmed and withdrawn the outstanding ratings of 'CARE BBB-; Stable / CARE A3' [pronounced as Triple B Plus; Outlook: Stable/ A Three] assigned to bank facilities of Alpa Infrastructure Limited (AIL) with immediate effect. This action has been taken at the request of AIL and 'No Objection Certificate' received from the lender that has extended the facilities rated by CareEdge Ratings.

Prior to withdrawal, ratings derive strength from its experienced promoters with a track record of over two decades in the construction industry, its moderate scale of operations while maintaining healthy profitability with healthy financial risk profile, moderate dependence on subcontracting, and adequate liquidity.

However, these rating strengths are partially offset by AIL's low orderbook with high segment and geographical concentration, its presence in an intensively competitive construction industry, and profitability vulnerable to raw material price volatility.

Analytical approach: Standalone

Outlook: Stable

Stable outlook reflects CareEdge Ratings' expectations that the company shall continue to benefit from its experienced promoters and its healthy financial risk profile.

Detailed description of key rating drivers:

Key strengths

Experienced promoters with a long track record of operations

The key promoter, Rasik Gondaliya, has over two decades of experience in the construction industry and oversees the overall affairs of the company. He is supported by his son, Nikunj Gondaliya, the Managing Director, who manages the company's overall operations. Under their leadership, AIL has built a strong operational track record spanning over two decades and has completed over 40 major maintenance (MM) work, road construction, and building construction contracts on engineering, procurement, and construction (EPC) basis. Moreover, AIL has invested in the latest equipment and machinery, to enhance its project execution capabilities and gradually reducing its reliance on subcontracting.

Moderate scale of operations and healthy profitability

In FY25, AIL's total operating income (TOI) declined by ~50% y-o-y to ₹121.22 crore (FY24: ₹242.87 crore), due to delay in the receipt of the new order. For 7MFY26, it reported TOI of ~₹65 crore. AIL has maintained a healthy profit before interest, lease rentals, depreciation, and taxation (PBILDT) margin in the range of 11-13.40% in the last three years, with an improvement of 84 basis points (bps) year-on-year (y-o-y) to 14.37% in FY25. With the moderate depreciation and interest cost, the profit after tax (PAT) margin remained at 7.55% in FY25 (8.13% in FY24). AIL reported gross cash accruals (GCA) of ₹14.01 crore in FY25, against ₹24.43 crore in FY24.

Healthy financial risk profile

AIL maintains comfortable financial risk profile with low total debt of ₹9.28 crore on a tangible net worth (TNW) base of ₹74.13 crore, resulting in low overall gearing of 0.13x as of March 31, 2025 (PY: 0.22x).

AIL's debt coverage metrics remained healthy marked by PBILDT/ interest coverage and total outside liabilities (TOL)/TNW stood comfortable at 12.70x (FY24: 14.95x) and 0.38x (FY24: 0.91x), respectively, as of FY25 end.

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

Key weaknesses

Moderate orderbook with segment and geographical concentration

Orderbook of the company grew significantly from ~₹105 crore (0.43x TOI of FY24) as on September 30, 2024, to ~₹401 crore (3.31x TOI of FY25) as on November 30, 2025, providing revenue visibility. The order book is primarily concentrated in the roads and buildings segment, exposing the company to segment concentration risks. Moreover, ~92% of AIL's order book, is concentrated to Saurashtra region, Gujarat, making AIL vulnerable to changes in government policies within the state. Additionally, AIL secures MM contracts for roads and highways primarily from a single EPC contractor, which exposes the company to customer concentration risk.

Presence in intensively competitive industry

AIL operates in a highly competitive construction industry, where projects are awarded based on the bidder's relevant experience, its financial strength, and the most competitive bid price. The industry is characterised by intense competition, driven by several small and medium-sized players, which leads to aggressive bidding and may exert pressure on its profitability. Additionally, due to the inherent cyclicality of the construction sector, maintaining profitability through operational efficiency is crucial.

Profitability susceptible to raw material price volatility

AIL's profitability is susceptible to fluctuations in input costs as some contracts span over 12 months. However, majority ongoing orders have an inbuilt price escalation clause, which helps AIL to mitigate the risks associated with unfavourable movements in input prices.

Liquidity: Adequate

AIL's liquidity position remained adequate, marked by healthy GCA, against its debt repayment obligation. Average bank line utilisation for 12 months ending October 2025 stood low at ~36%, aiding its liquidity cushion. AIL's cash and bank balance including free liquid investments stood at ₹11.97 crore as of the end of FY25 (FY23: ₹20.41 crore). The current ratio and quick ratio improved in FY25 to 3.04x and 2.33x, respectively (1.80x and 1.53x in FY24).

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
Withdrawal Policy
Construction Sector
Infrastructure Sector Ratings
Short Term Instruments

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Construction	Construction	Civil construction

AIL is a Rajkot, Gujarat-based company that started as a partnership firm, promoted by Rasik H Gondaliya in February 2002 as a private limited company and has been converted to public company on February 11, 2025. AIL is engaged in construction of highways, roads, buildings, pavement preservation, road operation and maintenance among others, on EPC basis for private and state government entities. It has completed over 40 projects in road development and maintenance, building and civil infrastructure works.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)	7MFY26 (UA)
Total operating income	242.87	121.22	65.00
PBILDT*	32.86	17.41	NA
Profit after tax (PAT)	19.75	9.15	NA
Overall gearing (x)	0.22	0.13	NA
Interest coverage (x)	13.42	12.70	NA

A: Audited UA: Unaudited NA: Not available; Note: these are latest available financial results
*PBILDT: Profit before interest, lease rentals, depreciation, and tax

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/ ST-Working Capital Limits	-	-	-	-	0.00	Withdrawn
Non-fund-based - LT/ ST-Bank Guarantee	-	-	-	-	0.00	Withdrawn

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/ ST-Bank Guarantee	LT/ST	-	-	1)CARE BBB-; Stable / CARE A3 (23-Mar-26)	1)CARE BBB-; Stable / CARE A3 (21-Feb-25)	-	-
2	Fund-based - LT/ ST-Working Capital Limits	LT/ST	-	-	1)CARE BBB-; Stable / CARE A3 (23-Mar-26)	1)CARE BBB-; Stable / CARE A3 (21-Feb-25)	-	-

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/ ST-Working Capital Limits	Simple
2	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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