

## Om Infra Limited

March 30, 2026

Facilities	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	99.62	CARE BB+; Stable	Downgraded from CARE BBB-; Stable
Long Term / Short Term Bank Facilities	623.00	CARE BB+; Stable / CARE A4+	Downgraded from CARE BBB-; Stable / CARE A3

Details of instruments/facilities in Annexure-1.

### Rationale and key rating drivers

Revision in ratings of bank facilities of Om Infra Limited (OIL) considers deterioration in financial performance and risk profile in 9MFY26, marked by continued slow execution of Jal Jeevan Mission (JJM) projects due to delayed approval by GOI for extension of JJM scheme till 2028 and approval of overall outlay for the project. The company's TOI is mainly derived from execution of EPC of hydro power, irrigation and water supply projects in 9MFY26. This led to moderation debt coverage indicators and elongation in collection period amid elevated receivables (including retention money and unbilled revenue) resulting in stretched liquidity position.

Ratings continue to derive strength from the experience of promoters, the company's established track record in project execution, its market position in engineering, procurement and construction (EPC) of hydro-mechanical and irrigation projects, healthy order book position. However, ratings are constrained by high exposure to group companies despite some reduction in 9MFY26, working capital intensive operations, execution risk in hydro power and JJM projects, saleability risk in real estate projects.

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

#### Positive factors

- Significant improvement in scale of operations with improvement in profitability margins on a sustained basis.
- Reduction in working capital cycle with average collection period resulting in improvement in liquidity profile.
- Improvement in Interest coverage ratio above 2x

#### Negative factors

- Significant decline in scale of operations and contraction in profitability margins from current levels.
- Deterioration in total debt/gross cash accruals (TD/GCA) above 6.50x on sustained basis.

**Analytical approach:** Standalone after factoring support towards group companies in the form of equity investments, loans and advances.

#### Outlook: Stable

Stable outlook is based on experienced promoters and OIL's strong market position with an established track record in executing hydro-mechanical projects.

### Detailed description of key rating drivers:

#### Key weaknesses

##### Deterioration in financial performance and risk profile in 9MFY26

The company reported a Total Operating Income (TOI) of ₹311.19 crore in 9MFY26, compared to ₹483.49 crore in 9MFY25. The company's TOI is mainly derived from execution of engineering, procurement and construction (EPC) of hydro power, irrigation and water supply projects. The decline was primarily attributable to slower execution of Jal Jeevan Mission (JJM) projects in Q2FY26 and Q3FY26 due to extended monsoon and lower release of funds by the government.

PBILDT margin remained broadly stable at 6.14% in 9MFY26 compared with 6.74% in 9MFY25. However, Gross Cash Accruals declined to ₹9.25 crore in 9MFY26 from ₹32.73 crore in 9MFY25, primarily due to lower scale of operations and lower non-operating income.

Dip in TOI and cash accruals coupled with elevated receivables of Rs.277.92 crore (including unbilled revenue and retention money) as on Dec 31, 2025 vis-à-vis Rs.283.13 crore as on Mar 31, 2025 has led to moderation in financial risk profile. Interest

<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.

cover continue to remain moderate at 1.39x in 9MFY26 (FY25: 1.24x). Release of unbilled revenue and execution of JJM projects in hand remain key rating monitorable.

### **High exposure to group companies albeit marginal reduction witnessed in 9MFY26**

OIL has exposure to group companies in the form of equity investments, loans, and advances, which accounted for 58% of tangible net worth as on March 31, 2025, reduced from 61% as on March 31, 2024. The exposure remains high, with significant concentration in Om Metal Consortium Private Limited (OMCPL, wholly owned subsidiary) and Bhilwara Jaipur Toll Road Private Limited (BJTRPL, joint venture with 51% share), which together accounted for around 86% of total group company exposure as on March 31, 2025.

On an absolute basis, overall exposure declined from ₹449.36 crore as on March 31, 2025 to ₹429.72 crore as on December 31, 2025, driven by repayment of loans and advances of around ₹14.25 crore by OMCPL and a reduction in investment of around ₹5.68 crore.

OMCPL has unsold inventory and sold receivables of ~₹295 crore in its completed residential real estate project named Pallacia. BJTRPL and Gurha Thermal Power Company Private Limited (GTPCPL, joint venture with 50% share) are involved in ongoing litigation against their respective counterparties, where arbitration awards of ~₹700 crore (in Rajasthan High Court) and ~₹54 crore (in Supreme Court) are anticipated in case of favourable outcomes. In both these arbitration, lower court has ordered arbitration in favour of the company

Exposure to group companies is expected to moderate over the medium term, supported by repayment of loans and advances by OMCPL from the sale of unsold units and recovery of receivables in Pallacia, and potential inflows from arbitration proceeds in BJTRPL and GTPCPL, subject to timely and favourable resolution of the litigations.

### **Working capital intensive operations**

OIL relies on bank borrowings to finance its working capital requirements. Major clients include government entities, which lead to delays in realisations due to long and stringent payment approval processes. Inventory period remains high due to simultaneous execution of multiple projects. Average collection period elongated from 84 days in FY24 to 143 days in FY25 due to higher unbilled revenue in JJM projects and increased retention money from slower execution of hydro and water project. Inventory days increased from 47 days in FY24 to 61 days in FY25 due to slower execution of work orders. Elongation of average collection period and average inventory period led to elongation of operating cycle from 82 days in FY24 to 141 days in FY25. Gross current asset days also increased significantly from 151 days in FY24 to 264 days in FY25. Given dip in TOI and elevated receivables, average collection period and GCA days are expected to moderate in FY26.

### **Execution risks associated with hydro-power projects and saleability risk under real estate project**

Hydro-mechanical projects involve execution risks due to difficult terrain, geological conditions, and dependence on EPC contractors for construction. However, the company has diversified into water supply projects under JJM, which mitigates execution risk to an extent as these projects have comparatively lower execution risk. The company has executed one real estate project, Om Green Meadows in Kota, Rajasthan, which exposes OIL to saleability risk.

### **Key strengths**

#### **Experienced promoters**

OIL is promoted by Om Kothari Group. The promoter, C P Kothari, has around five decades of experience in executing engineering contracts for hydel and irrigation projects. He is supported by his two brothers, who also have substantial industrial experience and manage the company's day-to-day operations.

#### **Strong market position of OIL with established track record in EPC of hydro-mechanical and irrigation projects**

OIL is among the leading players in hydro-mechanical project execution and has been active in the industry for over five decades. The company has successfully executed over 70 hydro-mechanical and irrigation projects across India and abroad, which provides a competitive edge in bidding for new orders.

#### **Healthy order book position**

The company has an outstanding order book of around ₹2,500 crore as on December 31, 2025, equivalent to around 3.8x of its total operating income in FY25, offering medium-term revenue visibility. The order book comprises contracts across hydro-mechanical works, hydro power, irrigation projects (dams and reservoirs), and engineering, procurement and construction works of dams and reservoirs.

The order book includes Jal Jeevan Mission projects aggregating ₹1,350 crore, which supports revenue visibility over the medium term, subject to timely release of funds and execution progress.

The order book is largely sourced from government and quasi-government entities, which mitigates counterparty credit risk. Management's focus on securing large-sized projects in river interlinking, pumped storage, water treatment, and waste treatment segments is expected to support order book replenishment and sustain revenue visibility over the medium term.

**Liquidity:** Stretched

Liquidity position is stretched, marked by GCA of ₹9.25 crore in 9MFY26 against debt repayment obligations of ~8 crore in FY26. Average utilisation for the last 6 month of fund-based limits for the trailing 6 months ended Dec 2025 remained high at ~95.61%.

**Environment, social, and governance (ESG) risks:** NA

**Applicable criteria**

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Construction Sector](#)

[Infrastructure Sector Ratings](#)

[Short Term Instruments](#)

**About the company and industry**

**Industry classification**

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Construction	Construction	Civil Construction

OIL (erstwhile Om Metals Infraprojects Limited) was incorporated in December 1971 and is the flagship company of the Om Kothari Group. The group is engaged in diversified activities including turnkey solutions for hydro-mechanical equipment for hydro power and irrigation projects, JJM projects, real estate development and civil construction. OIL has its main fabrication unit for the hydro-mechanical division in Kota, Rajasthan. The company's total fabrication capacity is 15,000 metric tonne per annum (MTPA), with the unit based in Kota, Rajasthan. The company has also forayed into construction of dams and reservoirs on EPC basis, fabrication and installation of hydro-mechanical equipment and JJM.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)	9MFY26 (UA)
Total operating income	1,065.10	659.12	318.19
PBILDT*	98.09	27.08	19.53
Profit after tax (PAT)	57.18	36.10	13.49
Overall gearing (x)	0.18	0.16	NA
Interest coverage (x)	4.13	1.24	1.39

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:** NA

**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		-	-	-	89.00	CARE BB+; Stable
Fund-based - LT-Term Loan		-	-	28/02/2029	10.62	CARE BB+; Stable
Non-fund-based-LT/ST		-	-	-	623.00	CARE BB+; Stable / CARE A4+

**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-Term Loan	LT	10.62	CARE BB+; Stable	1)CARE BBB-; Stable (26-Sep-25)	1)CARE BBB; Stable (03-Jul-24)	1)CARE BBB-; Stable (03-Jul-23)	1)CARE BB+; Stable (10-Oct-22)
2	Non-fund-based-LT/ST	LT/ST	623.00	CARE BB+; Stable / CARE A4+	1)CARE BBB-; Stable / CARE A3 (26-Sep-25)	1)CARE BBB; Stable / CARE A3+ (03-Jul-24)	1)CARE BBB-; Stable / CARE A3 (03-Jul-23)	1)CARE BB+; Stable / CARE A4+ (10-Oct-22)
3	Fund-based - LT-Cash Credit	LT	89.00	CARE BB+; Stable	1)CARE BBB-; Stable (26-Sep-25)	1)CARE BBB; Stable (03-Jul-24)	1)CARE BBB-; Stable (03-Jul-23)	1)CARE BB+; Stable (10-Oct-22)

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	Fund-based - LT-Term Loan	Simple
3	Non-fund-based-LT/ST	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><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>Saikat Roy Senior Director <b>CARE Ratings Limited</b> Phone: 912267543404 E-mail: <a href="mailto:saikat.roy@careedge.in">saikat.roy@careedge.in</a></p>	<p><b>Analytical Contacts</b></p> <p>Arindam Saha Director <b>CARE Ratings Limited</b> Phone: 9230531485 E-mail: <a href="mailto:arindam.saha@careedge.in">arindam.saha@careedge.in</a></p> <p>Punit Singhania Associate Director <b>CARE Ratings Limited</b> Phone: 9874341122 E-mail: <a href="mailto:punit.singhania@careedge.in">punit.singhania@careedge.in</a></p> <p>Rajeev Jaiswal Analyst <b>CARE Ratings Limited</b> E-mail: <a href="mailto:Rajeev.jaiswal@careedge.in">Rajeev.jaiswal@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)**