K.S.V. Infrabuild

April 09, 2026

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long Term Bank Facilities	15.00	CARE BB; Stable	Assigned
Short Term Bank Facilities	35.00	CARE A4	Assigned

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

The ratings assigned to the bank facilities of K.S.V. Infrabuild (KSV) are constrained by its low capital base and modest scale of operations with low profitability. The ratings are further constrained by the fragmented and intensely competitive nature of the construction sector. However, the ratings factor in its strong order book position with geographical diversity. Further, the ratings draw comfort from its reputed customer base, experienced and resourceful proprietor, and established track record of operations.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Growth in Total Operating Income (TOI) above ₹100 crore with sustained growth in profit before interest, lease rentals, depreciation, and taxation (PBILDT) margin above 6%.
- Improvement in capital structure of the firm with total debt to PBILDT below 4.00x times on a sustained basis.

Negative factors

- Any further deterioration in capital structure due to withdrawal of capital by the proprietor.
- Decrease in scale of operations with the total operating income below ₹75 crore with significantly lower profitability leading to a stretched liquidity position.

Analytical approach: Standalone

Outlook: Stable

The Stable outlook reflects CARE Ratings Limited's (CareEdge Ratings) expectation of improvement in scale of operations of the firm with timely execution of its order book while maintaining its operating margins.

Detailed description of key rating drivers:

Key weaknesses

Low capital base despite years of vintage

The firm had modest capital base of ₹7.03 crore as on March 31, 2025, along with unsecured loans from family members of ₹9.97 crore, which has been subordinated to debt. The entity's capital structure stood leveraged, as marked by an overall gearing of 1.37x as on March 31, 2025 (1.05x as on March 31, 2024) with high reliance on external debt. Its debt profile largely comprises working capital borrowings and term loan, while it also relies on non-fund-based limits in form of bank guarantees with sanctioned limit of ₹27 crore. The total outside liabilities to net worth stood high at 2.55x as on March 31, 2025 (moderated from 2.18x as on March 31, 2024). With increase in interest cost, the debt coverage indicators of KSV remained moderate marked by PBILDT interest coverage ratio of 2.40x during FY25 (FY refers to April 01 to March 31) as against 5.64x during FY24. Further, Total Debt/gross cash accruals (TDGCA) remained weak at 7.18x as on March 31, 2025.

Moderate scale of operations with low profitability

The firm's scale of operations remains moderate, with TOI improving to ₹105.06 crore in FY25 from ₹66.18 crore in FY24, driven by timely execution of its order book despite its sub-contractor nature of operations. Profitability, however, continues to remain modest, with PBILDT margins in the range of 4–5% and a PAT margin of 2.77% in FY25. Further, future revenue visibility remains dependent on timely execution of its order book and repeat orders from a concentrated customer base.

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

Constitution of the entity being a proprietorship firm

KSV's constitution being a proprietorship firm has the inherent risk of possibility of withdrawal of the proprietor's capital at the time of personal contingency and the firm being dissolved upon the death/retirement/insolvency of proprietor. Moreover, proprietorship firms have restricted access to external borrowing which limits their growth opportunities to some extent.

Presence in the highly competitive and fragmented industry

The aluminium facade industry is highly fragmented and unorganized in nature thereby putting pressure on profitability margins. Further, due to low entry barriers the competition gets intensified, which might put pressure on profitability of the existing as well as new players. Furthermore, due to the fragmented nature of the industry, bargaining power of KSV with customers is also restricted as reflected in small scale of operations as well as moderate profitability.

Volatility of raw material prices

The construction industry is susceptible to volatility in the input prices which may impact on the profitability of the company because they procure raw material from local vendors in the absence of any backward integration. Although, KSV does have price escalation clauses in their contracts. Thus, the ability of the firm to pass on increased price burden in a timely manner and maintain profitability margins is critical from the credit perspective.

Key strengths

Experienced proprietor with established track record of operations

The proprietor, Mahesh Sharma, has over three decades of experience in the glass and façade industry. He commenced his entrepreneurial journey in 1994 with the establishment of OM Glass Company, initially engaged in trading of clear glass, and gradually built a strong market presence in western Uttar Pradesh. With increased industry understanding and customer acceptance, the proprietor diversified into value-added glass processing in 2010 through Orotuff Glasses Private Limited, offering products such as toughened, laminated, and double glass units. Further forward integration was achieved in 2014 with the launch of KSV Infrabuild, focusing on façade fabrication and execution. The firm continues to benefit from the proprietor's extensive industry experience, proven execution capabilities, and long-standing relationships with customers and suppliers.

Strong order book position with reputed customer base

KSV has an outstanding orderbook of ~₹500 crore as on March 31, 2026, which is ~4x of projected total operating income in FY26 providing near-to-medium term revenue visibility. The company receives repeat orders from Ahluwalia Contracts India Limited (CARE AA-; Stable/ CARE A1+), Larsen & Toubro Limited, and NCC Limited (CARE AA-; Stable/ CARE A1+), among others which translates into low counterparty credit risk. Further, the order book is spread across Pan India providing comfort against political or weather-related issues in one region. Continued addition of new work orders, and regular cashflows from operation is important from credit perspective. Further, all contracts in the order book include a built-in price escalation clause, which provides partial protection against risks arising from adverse price movements of major inputs such as raw materials.

Liquidity: Adequate

Liquidity of the company is adequate marked by free cash and bank balance of ₹2.89 crore as on March 31, 2025. The current ratio remained above unity at 1.18x as on March 31, 2025. Average utilisation of fund-based limits remained at around 60% during the last 12 months ended March 2026. Further, working capital cycle remained elongated at 76 days in FY25 against 78 days in FY24 mainly due to high collection period during the year.

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

K.S.V. Infrabuild (KSV) is a proprietorship firm established in 2014 and promoted by Mahesh Chand Sharma situated in Noida, Uttar Pradesh. KI is primarily engaged in business of designing, fabrication and installing of architectural aluminum systems for Doors and Windows, Partitions, Curtain Glazing's, Structural Glazing's, Claddings, Shop Fronts, Skylights, Spider Glazing and Awning & Tensile Structure.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (UA)	9MFY26 (UA)
Total operating income	66.18	105.06	62.46
PBILDT*	2.03	5.26	3.53
Profit after tax (PAT)	1.39	2.91	1.98
Overall gearing (x)	0.84	0.87	NA
Interest coverage (x)	5.64	2.40	NA

A: Audited UA: Unaudited; 9MFY26: Refers to April 01 to December 31; 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-Working Capital Limits		-	-	-	15.00	CARE BB; Stable
Non-fund-based - ST-Bank Guarantee		-	-	-	35.00	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 2026-2027	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
1	Fund-based - LT-Working Capital Limits	LT	15.00	CARE BB; Stable				
2	Non-fund-based - ST-Bank Guarantee	ST	35.00	CARE A4				

LT: Long term; ST: 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-Working Capital Limits	Simple
2	Non-fund-based - 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.

Contact us

Media Contact	Analytical Contacts
Mradul Mishra Director **CARE Ratings Limited** Phone: +91-22-6754 3596 E-mail: mradul.mishra@careedge.in **Relationship Contact** Ankur Sachdeva Senior Director **CARE Ratings Limited** Phone: 912267543444 E-mail: Ankur.sachdeva@careedge.in	Puneet Kansal Director **CARE Ratings Limited** Phone: 120-4452018 E-mail: puneet.kansal@careedge.in Sachin Mathur Associate Director **CARE Ratings Limited** Phone: 91-120-4452054 E-mail: sachin.mathur@careedge.in Rohit Bhatia Lead Analyst **CARE Ratings Limited** E-mail: Rohit.Bhatia@careedge.in

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