



Press Release

M/s Varsha Construction

May 29, 2020

Sl. No.	Instrument/Facility	Amount (Rs. Crore)	Rating	Rating Action
1.	Long Term Fund Based Facility – Overdraft/Cash Credit	7.00*	IVR BB+/ Stable Outlook (IVR Double B Plus with Stable Outlook)	Assigned and Withdrawn
2.	Long Term / Short Term Non Fund Based Facility – Bank Guarantee	8.00#	IVR BB+/Stable Outlook (IVR Double B Plus with Stable Outlook) / IVR A4+ (IVR A Four Plus)	

* OD/CC facility includes proposed facility of Rs 3.00 crore

Bank Guarantee facility includes proposed facility of Rs 5.00 crore

Details of Facilities are in Annexure 1

Rating Action

Infomerics Valuation and Rating Private Limited has withdrawn the rating assigned to the bank facilities of M/s Varsha Construction based on the No Objection Certificate given by the banker.

Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal

Analytical Approach: Standalone

Applicable Criteria: Policy on Withdrawal



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About the Firm

Varsha Construction (VC) was established as a partnership firm in 1989. The firm was set-up by Mr. Kamal Chand Jain (40% profit sharing partner), who has over 38 years of experience in the field of infrastructure contract work. The partners in the firm are Mr. Kamal Chand Jain, Mrs. Nirmala Jain (wife of Mr. Kamal Chand Jain) and his sons Mr. Barun Jain and Mr. Vineet Jain. Mr. Kamal Chand Jain is a 40% partner while the others have a profit share of 20% each in the firm.

Status of non-cooperation with previous CRA: N.A.

Any other information: N.A.

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19	Date(s) & Rating(s) assigned in 2017-18
1.	Fund Based Facility – Over Draft/Cash Credit	Long Term	7.00	IVR BB+ / Stable Outlook (IVR Double B Plus with Stable outlook) (Withdrawn)	IVR BB+ / Stable Outlook (IVR Double B Plus with Stable outlook) (May 11 2019)	-	-
2.	Non Fund Based Facility –Bank Guarantee	Long Term/ Short Term	8.00	IVR BB+ / Stable Outlook (IVR Double B Plus with Stable outlook) / IVR A4+(IVR A Four Plus) (Withdrawn)	IVR BB+ / Stable Outlook (IVR Double B Plus with Stable outlook) / IVR A4+(IVR A Four Plus) (May 11 2019)	-	-



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Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it based on complexity and a note thereon is available at www.infomerics.com.

Name and Contact Details of the Rating Analyst:

Name: Mr. John Francis

Tel: (022) 62396023

Email: jfrancis@infomerics.com

Name: Mr. Avik Podder

Tel: (033) 46022266

Email: apodder@infomerics.com

About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine-tune its product offerings to best suit the market.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.



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Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Bank Facilities – Overdraft/Cash Credit	--	--	--	7.00*	IVR BB+/ Stable Outlook (Withdrawn)
Long Term / Short Term Non Fund Based Facility – Bank Guarantee	--	--	--	8.00#	IVR BB+/ Stable Outlook / IVR A4+ (Withdrawn)

* OD/CC facility includes proposed facility of Rs 3.00 crore

Bank Guarantee facility includes proposed facility of Rs 5.00 crore