



## Press Release

### Balaji Industrial and Agricultural Castings Private Limited

**April 11, 2025**

#### Ratings

| Instrument / Facility                 | Amount (Rs. crore)   | Current Ratings  | Previous Ratings   | Rating Action  | Complexity Indicator   |
|---------------------------------------|--|--|--|--|------------------------|
| Long Term Bank Facilities             | 7.14   | IVR B/ Negative ISSUER NOT COOPERATING* (IVR Single B with Negative Outlook Issuer Not Cooperating)                        | IVR B+/ Negative ISSUER NOT COOPERATING* (IVR Single B Plus with Negative Outlook Issuer Not Cooperating)                        | Rating downgraded and continues in Issuer Not Cooperating category   | <a href="#">Simple</a> |
| Short Term Bank Facilities            | 10.00  | IVR A4 ISSUER NOT COOPERATING* (IVR A Four Issuer Not Cooperating)   | IVR A4 ISSUER NOT COOPERATING* (IVR A Four Issuer Not Cooperating)   | Rating reaffirmed and continues in Issuer Not Cooperating category   | <a href="#">Simple</a> |
| Long Term/ Short Term Bank Facilities | 0.38   | IVR B/ Negative/ IVR A4 ISSUER NOT COOPERATING* (IVR Single B with Negative Outlook and IVR A Four Issuer Not Cooperating) | IVR B+/ Negative/ IVR A4 ISSUER NOT COOPERATING* (IVR Single B Plus with Negative Outlook and IVR A Four Issuer Not Cooperating) | Long term rating downgraded, short term rating reaffirmed and continues in Issuer Not Cooperating category | <a href="#">Simple</a> |
| <b>Total</b>                          | <b>17.52 (Rs. Seventeen crore and fifty-two lakh only)</b> |  |  |  |                        |

*\*Issuer did not cooperate; based on best available information*

**Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.**

#### Detailed Rationale

The ratings assigned to the bank facilities of Balaji Industrial and Agricultural Castings Private Limited (BIACPL) considers the close operational and financial linkages between BIACPL and its group company, Sai Babuji Projects Private Limited (SBPPL). Infomerics takes combined view of these entities referred together as Sai Group.

Infomerics has downgraded the long-term rating and reaffirmed the short-term rating, and continued to keep the ratings assigned to the bank facilities of Balaji Industrial and Agricultural



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Castings Private Limited (BIACPL) in the ISSUER NOT COOPERATING category because of lack of adequate information for rating review from the company and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy. The outlook remains negative due to information availability risk.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

### **Non-cooperation by Issuer**

Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned rating to the bank facility, vide mail communications dated 2<sup>nd</sup> Jan 2025, 16<sup>th</sup> Jan 2025, 27<sup>th</sup> Jan 2025, 1<sup>st</sup> Apr 2025, 8<sup>th</sup> Apr 2025 and 9<sup>th</sup> Apr 2025 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted surveillance fees, and all the essential details required for detailed review of the assigned rating.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the ratings of the bank loan facility aggregating to Rs. 17.52 crore of BIACPL shall continue in the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term and short-term ratings be noted as 'IVR B/ Negative/ IVR A4 ISSUER NOT COOPERATING' based on best available information (IVR Single B with Negative outlook and IVR A Four Issuer not cooperating based on best available information).

### **Analytical Approach:** Combined

For arriving at the ratings, INFOMERICS analytical team has combined the financials of Sai Babuji Projects Private Limited (SBPPL) and Balaji Industrial and Agricultural Castings Private Limited (BIACPL) as these entities have a common management team under the same promoter and have operational & financial linkages between the entities. The lists of Companies considered are given in Annexure 4.



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### Applicable Criteria:

[Rating Methodology for Manufacturing Companies](#)

[Rating Methodology for Infrastructure Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

[Criteria of Rating Outlook](#)

[Consolidation of Companies](#)

### About the Company

Balaji Industrial and Agricultural Castings Private Limited (BIACPL) is located at Hyderabad in India. The company started operation from 1978 as a partnership firm and was converted to private limited company in August 2013. The company is in various activities like implementation of water supply schemes, fabrication of solar products, construction and execution of community water supply projects and in civil works like government building, roads and bridges construction etc. Mr. Mallela Sreekanth and Mrs. Bhuvaneshwari Mallela are the directors of the company.

### Financials (Standalone):

(Rs. crore)

| For the year ended/ As on* | 31-03-2021     | 31-03-2022     |
|----------------------------|----------------|----------------|
|                            | <b>Audited</b> | <b>Audited</b> |
| Total Operating Income     | 19.73          | 25.12          |
| EBITDA                     | 2.94           | 3.21           |
| PAT                        | 1.12           | 1.46           |
| Total Debt                 | 10.63          | 5.91           |
| Tangible Net Worth         | 12.83          | 14.27          |
| EBITDA Margin (%)          | 14.90          | 12.78          |
| PAT Margin (%)             | 5.68           | 5.82           |
| Overall Gearing Ratio (x)  | 0.83           | 0.41           |
| Interest Coverage (x)      | 2.83           | 3.67           |

\* Classification as per Infomerics' standards

**Status of non-cooperation with previous CRA:** The rating continues under Issuer Not Cooperating category by ICRA as per PR dated March 21, 2025, due to nonavailability of



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information and applicable fee. Acuite also continues the rating in the Issuer Not Cooperating category as per latest PR dated August 12, 2024, due to non-submission of information by the company.

**Any other information:** Nil

**Rating History for last three years:**

| Sr. No. | Name of Facilities | Current Ratings (Year 2025-26) |                                |   | Rating History for the past 3 years     |  |   |
|---------|--------------------|--------------------------------|--------------------------------|---|---|--|---|
|         |                    | Type (Long Term/Short Term)    | Amount outstanding (Rs. Crore) | Rating                                      | Date(s) & Rating(s) assigned in 2024-25 | Date(s) & Rating(s) assigned in 2023-24      | Date(s) & Rating(s) assigned in 2022-23 |
|         |                    |                                |                                |   |   | (Mar 01, 2024)                               | (Jan 06, 2023)                          |
| 1.      | Cash Credit        | Long Term                      | 5.60                           | IVR B/ Negative ISSUER NOT COOPERATING*     | -                                       | IVR B+/ Negative ISSUER NOT COOPERATING*     | IVR BB-/ Stable                         |
| 2.      | COVID Sahayata     | Long Term                      | 0.42                           | IVR B/ Negative ISSUER NOT COOPERATING*     | -                                       | IVR B+/ Negative ISSUER NOT COOPERATING*     | IVR BB-/ Stable                         |
| 3.      | CGECL              | Long Term                      | 1.12                           | IVR B/ Negative ISSUER NOT COOPERATING*     | -                                       | IVR B+/ Negative ISSUER NOT COOPERATING*     | IVR BB-/ Stable                         |
| 4.      | BG                 | Short Term                     | 7.00                           | IVR A4 ISSUER NOT COOPERATING*              | -                                       | IVR A4 ISSUER NOT COOPERATING*               | IVR A4                                  |
| 5.      | LC                 | Short Term                     | 3.00                           | IVR A4 ISSUER NOT COOPERATING*              | -                                       | IVR A4 ISSUER NOT COOPERATING*               | IVR A4                                  |
| 6.      | Unallocated        | Long Term/Short Term           | 0.38                           | IVR B/ Negative/ A4 ISSUER NOT COOPERATING* | -                                       | IVR B+/ Negative/ A4 ISSUER NOT COOPERATING* | IVR BB-/ Stable/ A4                     |

*\*Issuer did not cooperate; based on best available information*

### Analytical Contacts:

|                      |                       |
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### About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) (Formerly Infomerics Valuation & Rating Pvt. Ltd.) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit [www.infomerics.com](http://www.infomerics.com).

**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 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.

### Annexure 1: Facility Details

| Name of Facility | ISIN | Date of Issuance | Coupon Rate/ IRR | Maturity Date | Size of Facility (Rs. Crore) | Rating Assigned/ Outlook |
|------------------|------|------------------|------------------|---------------|------------------------------|--------------------------|
|------------------|------|------------------|------------------|---------------|------------------------------|--------------------------|





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|  |   |   |   |           |      |   |
|--|---|---|---|-----------|------|---|
| Cash Credit  | - | - | - | -         | 5.60 | IVR B/ Negative<br>ISSUER NOT<br>COOPERATING*     |
| COVID<br>Sahayata  | - | - | - | June 2023 | 0.42 | IVR B/ Negative<br>ISSUER NOT<br>COOPERATING*     |
| CGECL  | - | - | - | June 2023 | 1.12 | IVR B/ Negative<br>ISSUER NOT<br>COOPERATING*     |
| BG   | - | - | - | -         | 7.00 | IVR A4 ISSUER NOT<br>COOPERATING*                 |
| LC   | - | - | - | -         | 3.00 | IVR A4 ISSUER NOT<br>COOPERATING*                 |
| Fund Based/<br>Non Fund<br>Based Limits –<br>Unallocated | - | - | - | -         | 0.38 | IVR B/ Negative/ A4<br>ISSUER NOT<br>COOPERATING* |

*\*Issuer did not cooperate; based on best available information*

**Annexure 2: Facility wise lender details:** Not Applicable

**Annexure 3: Detailed explanation of covenants of the rated Security/facilities:** Not Applicable

**Annexure 4: List of companies considered for consolidated/Combined analysis:**

| Name of the Company   | Nature of Consolidation |
|---|-------------------------|
| Balaji Industrial and Agricultural Castings Private Limited | Full Combined           |
| Sai Babuji Projects Private Limited                         | Full Combined           |

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).