



Press Release

NKG Infrastructure Limited

May 16th , 2022

Ratings

Instrument / Facility	Amount (Rs. crore)	Ratings	Rating Action	Complexity
Long Term Bank Facilities	263.81	IVR BBB+/Stable Outlook (IVR Triple B Plus with Stable Outlook)	Reaffirmed and Withdrawn	Simple
Short Term Bank Facilities	710.08	IVR A2 (IVR A Two)	Reaffirmed and Withdrawn	Simple
Short Term Bank Facilities (Proposed)	146.11	IVR A2 (IVR A Two)	Reaffirmed and Withdrawn	Simple
Total	1120.00 (One thousand One Hundred and twenty Crores Only)			

Details of Facilities are in Annexure 1

Rating Action

Infomerics has withdrawn the outstanding ratings of 'IVR BBB+; Stable/IVR A2' [Triple B Plus; Outlook: Stable/ A Two] assigned to the bank facilities of NKG Infrastructure Limited with immediate effect. The above action has been taken at the request of NKG Infrastructure Limited and 'No Objection Certificate' received from the bank(s) that have extended the facilities rated by Infomerics.

Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal and as requested by the company.

Analytical approach: Standalone.



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Applicable Criteria:

[Policy on withdrawal of rating](#)

About the Company

NKG Infrastructure Limited (NKG) was set up by Mr. Naresh Kumar Garg in 1976 as a partnership firm, N.K. Garg & Company and was subsequently converted to a closely held public limited company under its current name NKG Infrastructure Limited in January 2006. The company executes projects on a turnkey basis and is engaged in construction of roads, bridges, building underpasses, power station, water projects, hospitals, hydro projects & other structures in Uttar Pradesh, Uttarakhand, Haryana, Delhi, Punjab, Goa, Jammu & Kashmir, Gujarat and Chhattisgarh.

Financials (Standalone):

(Rs. In Crore)

For the year ended*	31-03-2020	31-03-2021
	Audited	Audited
Total Operating Income	1109.45	1135.01
EBITDA	121.09	134.44
PAT	36.22	43.35
Total Debt	242.05	185.50
Tangible Net worth	750.85	795.24
EBITDA Margin (%)	10.91	11.84
PAT Margin (%)	3.24	3.80
Overall Gearing Ratio (x)	0.32	0.23

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: None

Any other information: N.A.

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Rating History for the past 3 years					
		Type	Amount outstanding	Rating 13.05.2022	Date(s) & Rating(s)	Date(s) & Rating(s)	Date(s) & Rating(s)



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			ng (Rs. Crore)		assigned in 2021-22 (Sept 27 th , 2021)	assigned in 2019-20	assigned in 2018-19
1.	Long term Fund Based Bank Facilities – CC/WCDL/TL	Long Term	263.81	IVR BBB+ /Stable Outlook and Withdrawn	IVR BBB+ /Stable Outlook	-	-
2.	Short term Non-Fund Based Bank Facilities – Bank Guarantee	Short Term	710.08	IVR A 2 (IVR A Two)	IVR A 2 (IVR A Two)	-	-
3.	Short Term Non Fund Based Facilities-Proposed	Short Term	146.11			-	-

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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



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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: 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 – Cash Credit (Sanctioned)	-	-	-	92.00	IVR BBB+/Stable Outlook
Long term Fund Based Bank Facilities-WCDL	-	-	-	123.00	IVR BBB+/Stable Outlook
Long term Fund Based Bank Facilities-Term Loan				48.81	IVR BBB+/Stable Outlook
Short Term Non-Fund Based Bank Facilities – Bank Guarantee	-	-	-	710.08	IVR A2 and Withdrawn
Short Term Non-Fund Based Bank Facilities – Proposed	-	-	-	146.11	

Annexure 2: Facility wise lender details

<https://www.infomerics.com/admin/prfiles/Len-NKG-May22.pdf>

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.