



Press Release

Sincon Infrastructure Private Limited

November 10, 2023

Ratings:

Facilities/ Instruments	Amount (Rs. crore)	Current Ratings*	Rating Action	Complexity Indicator
Long Term Bank Facilities	5.20	IVR BB-/Negative; ISSUER NOT COOPERATING* (IVR Double B Minus with Negative Outlook; ISSUER NOT COOPERATING) *	Revised and continued in Issuer not cooperating category	Simple
Short Term Bank Facilities	14.00	IVR A4; ISSUER NOT COOPERATING (IVR A Four; ISSUER NOT COOPERATING) *	Reaffirmed and continued in Issuer not cooperating category	Simple
Total	19.20 (Rupees Nineteen crore and twenty lakh only)			

**Issuer not cooperating; Based on best available information*

Details of Facilities are in Annexure 1

Detailed Rationale

The aforesaid rating revision to the bank facilities of Sincon Infrastructure Private Limited reflects lack of adequate information available about the performance of the company and the uncertainty around its credit risk. Infomerics assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy.

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, despite the downgrade.



Press Release

Non-Cooperation by Issuer:

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned ratings to the bank facilities, vide mails communications dated October 18, October 19, October 27, October 30, October 31, November 02, 2023 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted all the essential details/information for surveillance exercise.

In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has continued the bank loan facilities of Sincon Infrastructure Private Limited aggregating to Rs 19.20 crore under the 'ISSUER NOT COOPERATING' category. The long-term rating is now denoted as IVR BB-/Negative; ISSUER NOT COOPERATING* (IVR Double B Minus with negative outlook; ISSUER NOT COOPERATING*), and the short-term rating is now denoted as IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING*).

**Issuer Not Co-operating; based on best available information*

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Infrastructure Companies](#)

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

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

[Criteria for assigning rating outlook](#)



Press Release

About the Company

Incorporated in 1989, Sincon Infrastructure Private Limited (SIPL) is a civil contractor involved in the construction of bridges, roads, flyovers, railway and other civil work in Bihar. The company is a registered Class I category contractor under Road Construction Department.

Financials (Standalone):

For the Year ended*/ As on	31-03-2020	31-03-2021
	Audited	Provisional
Total Operating Income	27.28	40.54
EBIDTA	2.89	4.76
PAT	0.89	1.95
Total Debt	8.57	8.40
Tangible Net Worth	12.64	14.59
<u>Ratios</u>		
EBITDA Margin (%)	10.58	11.75
PAT Margin (%)	3.25	4.80
Overall Gearing Ratio (x)	0.68	0.58



Press Release

Status of non-cooperation with other CRA:

- India Ratings has classified the rating of Sincon Infrastructure Private Limited under the Issuer Non-Cooperating category as the company did not co-operate in the rating procedure despite repeated follow ups as per the Press Release dated September 12, 2023.

Any other information: Not Applicable

Rating History for last three years:

Sr. No.	Name of Instrument/ Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2022-2023 (03 rd October, 2022)	Date(s) & Rating(s) assigned in 2021-2022 (10 th August, 2021)	Date(s) & Rating(s) assigned in 2020-2021
1.	Long Term Bank Facilities	Long Term	5.20	IVR BB-/Negative; ISSUER NOT COOPERATING*	IVR BB; INC	IVR BB+/Stable	-
2.	Short Term Bank Facilities	Short Term	14.00	IVR A4; ISSUER NOT COOPERATING*	IVR A4; INC	IVR A4+	-

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



Press Release

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) 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 visit 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.



Press Release

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 facilities- GECL	-	-	April 2023	1.20	IVR BB-/ Negative; INC*
Long Term fund-based facilities- Cash Credit	-	-	-	4.00	IVR BB-/ Negative; INC*
Short Term fund-based facilities- Bank Guarantee	-	-	-	14.00	IVR A4; INC

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details.

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

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.