



## Press Release

### Ajab Singh and Company

May 06, 2025

#### Ratings:

Facilities/ Instruments	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	<u>Complexity Indicator</u>
Long Term Bank Facilities	20.50	IVR B+/Negative; ISSUER NOT COOPERATING* (IVR Single B Plus with Negative Outlook; Issuer Not Cooperating*)	IVR BB-/Stable Outlook  (IVR Double B Minus with Stable Outlook)	Rating Downgraded, moved to ISSUER NOT COOPERATING Category and Outlook revised	<a href="#">Simple</a>
Short Term Bank Facilities	33.50	IVR A4; ISSUER NOT COOPERATING*; (IVR A Four; Issuer Not Cooperating*)	IVR A4  (IVR A Four)	Rating Reaffirmed and moved to ISSUER NOT COOPERATING Category	<a href="#">Simple</a>
<b>Total</b>	<b>54.00</b>	<b>(Rupees Fifty-Four Crore only)</b>			

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

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

#### Ratings

Infomerics Ratings has downgraded the long-term rating to IVR B+ with negative outlook, reaffirmed the short-term rating at IVR A4, revised the outlook from Stable to Negative and migrated under 'ISSUER NOT COOPERATING' category for the bank facilities of the Ajab Singh and Company. The downgrade of ratings is due to non-submission of information and lack of management cooperation for the review of rating.

#### Detailed Rationale

The aforesaid rating action to the bank facilities of Ajab Singh and Company reflects lack of adequate information available about the performance of the company and hence the uncertainty around its credit risk. Infomerics Ratings assesses whether the information



## Press Release

available about the entity is commensurate with its rating and reviews the same as per its policy.

Infomerics Valuation and Rating Limited (IVR) had rated the bank loan facilities of Ajab Singh and Company in March 2024. Despite close follow up through telephone calls and mails dated March 18, 2025, April 01, 2025, April 08, 2025, April 11, 2025, April 15, 2025, April 17, 2025, April 18, 2025, April 22, 2025, and April 23, 2025 and concurrently over several phone calls for submission of required information for review and failure to submit minimum required information for a review is considered as an act of non-cooperation. In the absence of adequate information from the company, IVR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company. Based upon the same, Infomerics Valuation and Rating Limited (IVR) has downgraded the long-term bank facilities to IVR B+/ Negative; ISSUER NOT COOPERATING and reaffirmed short term bank facilities at 'IVR A4; ISSUER NOT COOPERATING'.

### **Non-Cooperation by Issuer:**

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, IVR has to assign the rating based on the best available information. Accordingly, the bank loan facilities of Ajab Singh and Company, aggregating to Rs 54.00 crore have been migrated to 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR B+/ Negative; ISSUER NOT COOPERATING and IVR A4; ISSUER NOT COOPERATING.

**Analytical Approach:** Standalone



## Press Release

### Applicable Criteria:

[Rating Methodology for Infrastructure Companies](#)

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

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

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

[Criteria for assigning rating outlook About the Company](#)

[Instrument/Facility wise Default Recognition & Post-Default Curing Period](#)

### About the Company

New Delhi based Ajab Singh and Company (ASC) was incorporated in 2009 as a partnership firm. The firm is currently being managed by Mr. Ajab Singh, Mr. Deepak Choudhary and Mr. Harish Choudhary. The firm undertakes the construction work for residential accommodation administrative and public health i.e., water & sewerage projects, sewer line and other civil engineering projects in the National Capital region.

**Financials (Standalone):** Latest financials not available

(Rs. Crore)

For the year ended*/As on	31-03-2022	31-03-2023
	Audited	Audited
Total Operating Income	33.08	87.55
EBITDA	5.61	10.07
PAT	1.26	3.36
Total Debt	28.89	61.43
Tangible Net Worth	22.14	21.29
<b>Ratios</b>	16.97	11.50
EBITDA Margin (%)	3.79	3.80
PAT Margin (%)	1.31	2.89
Overall Gearing Ratio (x)	2.15	2.15
Interest Coverage	33.08	87.55

*\*Classification as per Infomerics` standards*

**Status of non-cooperation with previous CRA:** None

**Any other information:** Not Applicable



## Press Release

### Rating History for last three years:

Sr. No.	Type of Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type	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
					-	March 19, 2024	-
1.	Fund Based	Long Term	20.50	IVR B+/ Negative/ INC*	-	IVR BB-/ Stable	-
2.	Non- Fund Based	Short Term	33.50	IVR A4; INC*	-	IVR A4	-

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

### Name and Contact Details of the Rating Analyst:

Name: Vipin Jindal

Tel: (011) 45579024

Email: [vipin.jindal@infomerics.com](mailto:vipin.jindal@infomerics.com)

### About Infomerics:

Infomerics Valuation And Rating Ltd (Infomerics) [Formerly Infomerics Valuation and 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).



## Press Release

**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
Cash Credit	-	-	-	20.50	IVR B+/ Negative; INC*
Bank Guarantee	-	-	-	25.88	IVR A4; INC
Proposed Short Term	-	-	-	7.62	IVR A4; INC

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

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

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

**Annexure 4: List of companies considered for consolidated analysis:** 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](http://www.infomerics.com).