



Press Release

P.P. Pandey Infrastructure Private Limited
October 18, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Fund based facilities - Cash Credit	3.00	IVR BB ISSUER NOT COOPERATING (IVR Double B)	Revised from IVR BB+/Stable (IVR Double B Plus with Stable Outlook)
Short Term Non-Fund based facilities - Bank Guarantee	12.00	IVR A4 ISSUER NOT COOPERATING (IVR A Four)	Revised from IVR A4+ (IVR A Four Plus)
Total	15.00 (Fifteen Crore)		

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

Details of Facilities are in Annexure 1

Detailed Rationale

The revision in ratings of the bank facilities of P.P. Pandey Infrastructure Private Limited reflect lack of adequate information available and 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 lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

Analytical Approach: Standalone

Applicable Criteria

Rating Methodology for Infrastructure Companies

Financial Ratios & Interpretation (Non-Financial Sector)

About the Company

Established in 1992, P.P. Pandey Infrastructure Private Limited is engaged in the construction of Roads, Stone Crushing & Mining, Urban Infrastructure and Industrial



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development. Being in the infrastructure segment, the company has acquired clients such as Uttar Pradesh State Highway Authority, Uttar Pradesh Public Works Departments, National Highway Authority of India, GR Infraprojects Ltd. The company is promoted by Mr. Pateshwari Pandey, Mr. Manish Pandey and Mr. Nitish Pandey.

For stone crushing, the company has acquired two stone mines located at Village Bhatauti and Village Nahri on lease. For crushing, the company has installed 5 plants of which, 4 plants are located in Chhatarpur, Madhya Pradesh and 1 plant is located at Allahabad, Uttar Pradesh.

Financials: Standalone

(Rs. crore)

For the year ended*/As on	31-03-2019	31-03-2020
	Audited	Audited
Total Operating Income	142.92	85.32
EBITDA	21.41	16.59
PAT	3.04	1.33
Tangible Net worth	22.25	24.54
EBITDA Margin (%)	14.98	19.44
PAT Margin (%)	2.12	1.55
Overall Gearing Ratio (x)	2.87	2.10

*As per Infomerics Standards

Status of non-cooperation with previous CRA: Acuite Ratings in their press Release dated on January 14, 2020 have classified the case under Issuer Not Cooperating on account of non-submission of relevant information.

Any other information: Nil

Rating History for last three years:

Sr. No	Facility	Current Rating (Year 2020-21)	Rating History for the past 3 years
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		Type	Amount outstanding (Rs. Crore)	Ratings	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19
1.	Cash Credit	Long Term	3.00	IVR BB ISSUER NOT COOPERATING (IVR Double B)	IVR BB+/Stable (IVR Double B Plus with Stable Outlook)	NA	NA
2	Bank Guaran tee	Short Term	12.00	IVR A4 ISSUER NOT COOPERATING (IVR A Four)	IVR A4+ (IVR Single A Four Plus)	NA	NA
Total			15.00				

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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 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),



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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
Cash Credit	-	-	Revolving	3.00	IVR BB ISSUER NOT COOPERATING (IVR Double B)
Bank Guarantee	-	-	Less than a year	12.00	IVR A4 ISSUER NOT COOPERATING (IVR A Four)

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

Annexure 3: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/PP-Pandey-lenders-oct21.pdf>

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

Annexure 5: Complexity level of the rated Facilities:

Sr No.	Instrument	Complexity Indicator
1	Cash Credit	Simple
2	Bank Guarantee	Simple

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.