



## Press Release

### Badri Rai & Company

June 21, 2023

#### Ratings

Instrument/ Facility	Amount (Rs. crore)	Ratings	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	73.71	IVR D (IVR D) and withdrawn	Reaffirmed and withdrawn	Simple
Short Term Bank Facilities	226.00	IVR D (IVR D) and withdrawn	Reaffirmed and withdrawn	Simple
<b>Total</b>	<b>299.71</b> <b>(Rupees Two</b> <b>hundred and</b> <b>ninety-nine crore</b> <b>and seventy one</b> <b>lakh)</b>			

Details of Facilities are in Annexure 1

#### Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

Infomerics has reaffirmed the ratings assigned to the bank facilities of Badri Rai & Company (BRC) at IVR D (IVR D) and simultaneously withdraw the aforesaid ratings with immediate effect. The above action has been taken at the request of Badri Rai & Company and 'No Objection Certificate' received from the bankers that have extended the facilities rated by Infomerics.

[\(Key Rating Drivers and Detailed description are as per the last Press Release dated April 06, 2023\)](#)

**Analytical Approach:** Standalone

**Applicable Criteria:**

[Policy on Withdrawal of ratings](#)

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

[Criteria on default recognition](#)

[Rating Methodology for Infrastructure Companies](#)

#### **Liquidity: Poor**

The liquidity position of BRC appears to be poor due to delay in debt servicing obligation.

#### **About the Firm**

Badri Rai & Company (BRC) is a Dibrugarh (Assam) based partnership firm established in 1975. Currently Mr. Arun Rai, Mr. Ajay Rai and Mr. Anuj Kansal are the three partners of the



## Press Release

firm. The firm is engaged in civil and road construction activity. The firm undertakes diversified projects, which includes infrastructure projects, Residential Housing, Commercial Building, Structural steel, site grading, Foundations, Embankment work and Industrial Plant Building, etc. The firm is registered as Class 1 contractor with CPWD, Class 1(A) contractor with PWD, Assam. It is empanelled with National Building Construction Corporation Ltd (NBCC) and Military Engineer Services (MES).

### Financials: Standalone

	(Rs.cr)		
For the year ended* / As On	31-03-2021	31-03-2022	11MFY23
	Audited	Audited	Unaudited
Total Operating Income	309.28	610.52	527.73
EBITDA	40.54	74.70	69.68
PAT	19.51	39.81	44.07
Total Debt	62.76	62.76	-
Tangible Net worth	85.02	85.02	-
Adjusted Tangible Net Worth	78.21	111.97	-
EBITDA Margin (%)	13.11	12.24	13.20%
PAT Margin (%)	6.31	6.52	8.35%
Overall Gearing Ratio (x)	0.88	0.82	-
Interest Coverage Ratio (x)	12.85	11.21	9.35

\*Classification as per Infomerics' standards.

**Status of non-cooperation with previous CRA:** Brickwork ratings vide its press release date January 06, 2023, maintained the rating in issuer not cooperating category due to non-submission of information by the firm.

**Any other information:** Nil

**Rating History for last three years:**



## Press Release

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2023-24)				Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Rating(s) assigned on April 06, 2023	Date(s) & Rating(s) assigned in 2022-23 (March 30, 2023)	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21
1.	Cash Credit	LT	23.50	IVR D and withdrawn	IVR D	IVR BBB+; Stable	-	-
2.	Term Loan	LT	37.71	IVR D and withdrawn	IVR D	IVR BBB+; Stable	-	-
3.	Bank Guarantee	ST	142.50	IVR D and withdrawn	IVR D	IVR A2	-	-
4.	Stand By Line of Credit	ST	1.00	IVR D and withdrawn	IVR D	IVR A2	-	-
5.	Proposed Cash Credit	LT	12.50	IVR D and withdrawn	IVR D	IVR BBB+; Stable	-	-
6.	Proposed Bank Guarantee	ST	82.50	IVR D and withdrawn	IVR D	IVR A2	-	-

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

Name: Ms. Nidhi Sukhani Tel: (033) 46022266 Email: <a href="mailto:nsukhani@infomerics.com">nsukhani@infomerics.com</a>	Name: Mr. Avik Podder Tel: (033) 46022266 Email: <a href="mailto:apodder@infomerics.com">apodder@infomerics.com</a>
---	---

### About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.



## Press Release

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

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

For more information 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: 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 Limit- Cash Credit	-	-	-	23.50	IVR D and withdrawn
Long Term Fund Based Limit- Term Loan	-	-	October 2025	37.71	IVR D and withdrawn
Short Term Non- Fund Based Limit- Bank Guarantee	-	-	-	142.50	IVR D and withdrawn
Short Term Fund Based Limit- Stand By Line of Credit	-	-	-	1.00	IVR D and withdrawn
Proposed Long Term Fund Based Limit- Cash Credit	-	-	-	12.50	IVR D and withdrawn



## Press Release

Proposed Short Term Non-Fund Based Limit- Bank Guarantee	-	-	-	82.50	IVR D and withdrawn
--	---	---	---	-------	------------------------

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

**Annexure 3: Facility wise lender details:** Not Available

**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 <https://www.infomerics.com>.