

Shanidev Nirman Sewa Private Limited: Ratings withdrawn

January 03, 2024

Summary of rating action

Instrument	Rated Amount (NPR million)	Rating action
Fund based; long-term limits	51.7	Ratings withdrawn
Fund based; short-term limits	55.0	
Non-fund based; short-term limits	557.8	
Short-term limits (proposed)	835.5	
Total	1,500.0	

Rating action

ICRA Nepal has withdrawn the long-term loan rating of [ICRANP] LB 'Issuer Not Cooperating' (pronounced ICRA NP L B Issuer Not Cooperating) and the short-term loan rating of [ICRANP] A4 'Issuer Not Cooperating' (pronounced ICRA NP A four Issuer Not Cooperating) assigned to the loan limits of Shanidev Nirman Sewa Private Limited (SNS or company).

The rating action has been taken in accordance with the Credit Rating Regulations 2011 following the non-cooperation from SNS for rating information despite multiple follow-ups. The ratings were kept on notice for withdrawal for a period of six months, during which also there was no cooperation from the company for rating surveillance.

Rationale

ICRA Nepal is withdrawing the ratings as it does not have any information to suggest that the credit risk has changed since the time the ratings were last assigned. The key rating drivers, rating sensitivities, key financial indicators have not been captured as the ratings are being withdrawn.

ICRA Nepal assesses whether the information available about the entity commensurate with its ratings and reviews the same as per Credit Rating Regulations 2011 as well as ICRA Nepal's 'Withdrawal/Suspension Policy'. As part of its process and in accordance with its rating agreement with SNS, ICRA Nepal had been trying to seek information from the entity to monitor its performance, but despite repeated requests by ICRA Nepal, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA Nepal, the ratings have been withdrawn.

Links to previous rating rationales:

[Shanidev-Nirman-Sewa-Pvt-Ltd_Fresh-BLR_Rationale_November-2021.pdf \(November 2021\)](#)

[Shanidev-Nirman-Sewa-Pvt.-Ltd.- Ratings-placed-on-Issuer-not-Cooperating-category_June_2023.pdf](#)

Analytical approach: For arriving at the ratings, ICRA Nepal has applied its rating methodologies as indicated below.

Links to the applicable criteria

[Corporate Credit Rating Methodology](#)

[ICRA Nepal's Policy on withdrawal of credit rating](#)

About the company

Shanidev Nirman Sewa Private Limited (SNS) is an 'A Class contractor', which primarily deals with civil and structural works related to infrastructure projects, mainly for the Government with a focus on the construction of roads. SNS was incorporated in May 2000 as a proprietorship construction firm and was converted into a private limited company in July 2017. When last rated, SNS was promoted by Mr. Devi Datt Bhatt, Ms. Kalawati Devi Bhatt and Mr. Om Prakash Bhatt with stake of 50%, 30% and 20%, respectively. Mr. Devi Datt Bhatt is the Managing Director of the company.

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About ICRA Nepal Limited:

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Our parent company, ICRA Limited, was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment information and credit rating agency. Today, ICRA and its subsidiaries together form the ICRA Group of Companies.

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