Press Release

K&R Rail Engineering Limited

April 07, 2026

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Facilities	1.50	IVR B+/Negative INC* (IVR Single B Plus with Negative Outlook; ISSUER NOT COOPERATING*)	IVR BB-/Stable (IVR Double B Minus with Stable Outlook)	Rating downgraded, outlook revised and migrated to ISSUER NOT COOPERATING* Category	Simple
Short Term Facilities	54.50	IVR A4; INC* (IVR A Four; ISSUER NOT COOPERATING*)	IVR A4 (IVR A Four)	Rating reaffirmed and migrated to ISSUER NOT COOPERATING* Category	Simple
Total	**56.00**	**(Rupees Fifty-six crore only)**			

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

Details of Facilities/Instruments are in Annexure 1.

Facility wise lender details are at Annexure 2.

Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics has downgraded the rating of long-term bank facilities with change in outlook from Stable to Negative and reaffirmed the ratings of short term bank facilities of K&R Rail Engineering Limited (KREL) and simultaneously moved the ratings to the ISSUER NOT COOPERATING category on account of non-receipt of No Default Statement for the month of January 2026, February 2026 and March 2026 and hence 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 “Policy on Issuer not cooperating” available at www.infomerics.com. The outlook revised from stable to negative due to information availability risk.

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.

Non-Cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide mail communications dated March 17, 2026, March 30, 2026, March 31, 2026, April 01, 2026, April 02, 2026, and April 03, 2026, concurrently over several phone calls. Despite repeated attempts to engage with the KREL's management, Infomerics failed to receive the requisite information, which restricts Infomerics' ability to take a forward-looking view on the entity's credit quality. In line with the aforesaid policy of Infomerics, a rating view has been taken on the entity based on the best available information

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Key Financial Indicators and Rating sensitivities : **Click here.** Infomerics is unable to provide the latest information because of non-cooperation by the entity.

Analytical Approach: Standalone

Applicable Criteria:

Policy on Issuer Not Cooperating

Criteria of assigning Rating Outlook

Rating Methodology for Infrastructure Companies

Financial Ratios & Interpretation (Non-Financial Sector)

Complexity Level of Rated Instruments/Facilities

Policy on Default Recognition

About the company

KREL works as an EPC Contractor executing Railway Siding Projects across India. It is a listed company promoted and managed by personnels with experience in disciplines of rail engineering, transportation planning and project management and execution of complex

railway projects. The operations of the company are overseen by Mr. Amit Bansal (Director & CEO) having an experience of more than two decades in the sector. The company has constructed major railway siding projects for cement companies, steel industries, ports, fertilizers, power projects, mining industries among others.

Status of non-cooperation with previous CRA: Vide press release dated October 31st, 2025; CRISIL Ratings Limited have kept the ratings under non-cooperation category on account of non-submission of relevant information.

Any other information: Not Applicable

Rating History for last three years:

Sr. No.	Name of Facilities	Current Ratings (Year 2026-27)			Rating History for the past 3 years		
		Type	Amount (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2025-26	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24
				April 06, 2026	March 09, 2026	January 27, 2025	November 08, 2023
1.	Cash credit	Long Term	1.50	IVR B+/ Negative (ISSUER NOT COOPERATING) *	IVR BB- /Stable **November 20, 2025** IVR BB/Stable	IVR BB+/ Stable	IVR BBB- /Stable **August 01, 2023** IVR BB/Negative; (ISSUER NOT COOPE RATING)
3.	Bank Guarantee and Letter of credit	Short Term	54.50	IVR A4(ISSUER NOT COOPERATING) *	IVR A4 **November 20, 2025** IVR A4	IVR A4	IVR A3 **August 01, 2023** IVR A4; (ISSUER NOT COOPERATING)

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

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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.

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: Instrument/Facility Details

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	--	--	--	--	1.00	IVR B+/Negative; INC*
Cash Credit	--	--	--	--	0.50	IVR B+/Negative; INC*
Bank Guarantee	--	--	--	--	29.00	IVR A4; INC*
Bank Guarantee	--	--	--	--	15.50	IVR A4; INC*
Letter of credit	--	--	--	--	10.00	IVR A4; INC*

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

Annexure 2: Facility wise lender details:
https://infomericstorage.blob.core.windows.net/uploads/LEN_K_and_R_Rail_Engineering07_April26_6caea87fea.pdf

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

Annexure 4: List of companies considered for consolidated/Combined 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.