

BRIEF ABOUT COMPANY FOR TAKEOVER UNDER IBC

VALECHA ENGINEERING LIMITED

1. BRIEF PROFILE OF THE COMPANY

- Valecha promoted by Valecha brothers started its journey in 1957 as partnership firm in the name of Gopaldas Vasudev & Co. Later on the company named as Valecha Bros(Engineering Constructions) Pvt Ltd was incorporated on 05.03.1977 which started with small road projects for the MUNICIPAL CORPORATION OF GREATER MUMBAI (MCGM).
- Over the years, the company grew in size and was then converted into a PUBLIC LIMITED COMPANY rechristened as Valecha Engineering Limited(VEL) in the year 1993. Further , Company is an EPC contractor . It is an ISO 9001:2015 (Quality Management System), ISO 14001:2015 (Environmental Management System) and ISO 45001:2018 (Occupational Health & Safety Management System) accredited company.
- The Company has completed innumerable road projects of construction of new greenfield roads and upgrading, widening and strengthening of existing roads with bituminous and concrete pavements for NHAI, MORTH, NHIDCL, STATE PWD, MUNICIPALS, & GOVT. AUTONOMOUS BODIES.
- VEL have diversified the business in the area of various Civil disciplines such as Irrigation and Power, Dams, Canals, Tunnels, Water Supply, Buildings and allied Construction works for Govt. Dept.
- The years 1997 and 1998 saw the Valecha Engineering foray into airports, flyovers and foundation piling works.
- VEL completed BOT first project of 4-laning of Lebad Manpur NH3 of value Rs.281Cr on 28.02.2012 and EPC project of Flyover at Hero Honda chowk of value Rs.138 Cr on 27.05.2018.
- Valecha Engineering was a leading player in the construction industry. However presently Company is admitted in NCLT and the CIRP is going on.

- Further, we have invited EOI from the prospective resolution applicant. The resolution applicant is expected to get a clean company through NCLT route having good PQ and strong team of professionals in the company. In fact, it is an opportunity for investor/ resolution applicant to step in and take control of the company having good PQ and build a good strong company to take on big infrastructure projects.

ABOUT COMPANY

Over 60 years of experience in integrated infra projects as per details below-

- ❖ Municipal Roads, bridges and sewerage works since 1957
- ❖ Highways & Expressways
- ❖ Bridges, ROBs & Tunnels for Railways
- ❖ Airport infrastructure, Runways, Hangars
- ❖ Irrigation Dams, Reservoirs & Canals
- ❖ Foundation & Piling Works
- ❖ Flyovers, Vehicular Underpasses
- ❖ Experienced & Professional Management Team with niche experience in various Infrastructure Verticals
- ❖ VEL rose to being a preferred infra EPC contractor since it achieved a wide range of high value pre-qualifications (PQ).
- ❖ Strong Pre-Qualifications to take on projects worth Rs 650 Crore singly & Rs.1200 Cr in Joint Venture bids.
- ❖ A preferred infra EPC contractor having high value PQ.
- ❖ PQ comes from the experience of executing complex projects.

- ❖ Proven execution Track Record for Quality & Timely execution bringing in repeat orders
- ❖ Strong Government and Private client relationships in Centre, North, South, East, West and including in North East.

2 ASSETS

Details of Immovable Assets owned and mortgaged by the Company

Location: Valecha Chambers, Plot no. B-6, Andheri New Link Road, Andheri West, Mumbai - 400 053

Sr. No.	Particulars of Property	Built Up Area (sq.ft)	Carpet Area (sq.ft)	
1	Valecha Chamber – Basement	4550	3500	
2	Valecha Chamber – Ground Floor	1249	1041	
3	Valecha Chamber – Third Floor	4315	3596	
4	Valecha Chamber – Fourth Floor	8873	7394	
	Total	18,987	15,531	

Sr. No.	Particulars of Property	Built Up Area (sq.ft)	Carpet Area(sq.ft)	
1	Valecha Chamber – Seventh Floor	7538	7035	

3. ORDER BOOK POSITION

The Company has a tall order book and doing projects of its own, in Joint Ventures & giving technical advice also. As on 31st December, 2022, Company has order book of **1216.50 Crore** out of which is **Rs.800.30 crore** yet to be executed. Details are as follows.

	Name of Project /Work	Contract value in Rs. Crore	Balance value of work to be completed (Rs. Crore)

1	Rehabilitation and up-gradation of NH-43 from Km 130.000 to Km 180.00 (Kanker to Bedma Section) in the State of Chhattisgarh to two Lane with paved shoulder under NHDP-IV Phase on EPC basis.	308.77	135.12
2	DG-TALEGAON INDUSTRIAL AREA... Talegaon Industrial Area Ph-II., Providing Infrastructure Facilities , Pune, Maharashtra.	57.61	21.09
3	Construction of Balance work of Two-lane with paved shoulder of Joram-Koloriang Road (NH-713) on EPC Basis from existing Km 50.050 to km 70.000 [Design Km 44+989 to Km 61.547](Design length- 16.558 Km) the State of Arunachal Pradesh under SARDP-NE on EPC Mode.	100.21	14.60
4	Construction of two lane with hard shoulders of Demwe-Brahmakund section of NH-13 from Ch 0.000 Km to 18.464 Km in the state of Arunachal Pradesh on EPC Mode under NH(O)-NE	205.56	172.02
5	Construction and Upgradation of Tato – Menchuka Road (Design Chainage Km 23.800 to Km 33.100 and existing Chainage Km 24.800 to Km 36.000) to 2-Lane with hard shoulders under project BRAHMANK in the state of Arunachal Pradesh on EPC Mode (Tato Menchukar road Package-II)	80.55	73.59
6	Construction and Upgradation of Tato - Menchuka Road (Design Chainage km 33.100 to km 41.275 and Existing Chainage km 36.000 to km 45.410) to 2-Lane with hard shoulders under Project BRAHMANK in the State of Arunachal Pradesh on EPC mode (Tato Menchuka road Package-III)	67.83	59.84
7	Construction of VUPs at km 565+175 (Tajpur), at km 574+550 (Musrigharari)& at km 593+660 (Dalsinghsarai) of NH-122 (Old NH 28) in the State of Bihar on EPC mode	103.28	103.28
8	Construction of 30 M wide Bridge on Mutha River from Suncity Road (Sinhgad Road) to 30 M wide D.P. Road, Karvenagar (Dudhane Lawns), Pune.	38.85	38.85
9	MAS-AJJ Section : Reconstruction of Bridge 9R at Km. 1/30-34 consisting of 3 x 48.00m clear span with bow string girder between Chennai central and Basin bridge station <u>VALECHA-CSR JV (51 - 49%)</u>	35.76	14.35
10	Extension from Velachery to St Thomas Mount - Const. of pile foundation & sub structure,... <u>VALECHA-CSR-JV (51:49)</u>	50.67	38.45

11	MRTS - Phase-II- Extension from Velachery to St.Thomas Mount-Proposed Chennai Metro Rail Limited Works between St. Thomas Mount and Adambakkam in the Common Alignment area between Pier No.158 A and Pier No.178A <u>VALECHA-CSR-JV (51 - 49%)</u>	55.09	41.16
12	Construction of substructure (in pile foundation) of 5 nos. ROB bridges (Br. No. 67, 70, 107, 110 & 112) from Km 2/170 to 38/500 in connection with Dimapur (Dhansiri) - Kohima (Zubza) new Line project. <u>VALECHA-TTC JV (51:49)</u>	112.31	87.95
	Total Value of Work	1216.50	800.30

4 DEBT

Name of Lender Banks / NBFC	Amount (In Crores)
Axis Bank	395.55
Canara Bank (previously Syndicate Bank)	901.47
DBS Bank (previously Lakshmi Vilas Bank)	69.10
State Bank of India	587
Central Bank of India	97.25
JC Flower	154.04
SREI Equipment Finance Limited (Pending for verification)	-
Total	2,204.41 (appx.)

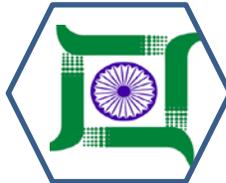
5. EARNING VISIBILITY

Company has executed marquee projects in past and with infrastructure sector booming, there is good earning visibility going forward. Further management & its team has a proven track record except apart since 2016 wherein company went to financial distress. However, there is no change in top management and SBU heads. Only Promoter Directors have resigned 3- 4 years back

6. Earlier USP

- a. Execution Ahead of Time.
- b. Tunnelling Capacity which only few players in the country have.
- c. Core competencies in field of infrastructure projects like Airport, Highways, Roads, Bridge, Flyover, Tunnels, Canal, dams, Water supply & Sewerage, Towers, Buildings & Industrial structures etc.

7. CLIENTS



8. COMPLETED MAJOR PROJECTS

Company fulfilled Criteria pertaining to completion of One Similar Work of value not less than 20% of Estimated Advertised Value of Tendered Project by contractor during the last five financial years prescribed by MORTH as per standard RFP documents.

Major Projects completed by Company	Contract Value (Rs. Cr)
Highway sector - Etawah Mainpuri S.H.83 - UP PWD- 4 Lane – Length 52Kms Project completed on 15/05/2017	257.12
Bridge Sector – Flyover Hero Honda Chowk – NHAI – 8 Lane – Length 865 Mtr – Project completed on 27/05/2018	138.08
Core Sector – Konar Tunnel – Wrd Govt Of Jharkhand Length 1012M & DIA 6.5M Project completed on 29/01/2020	81.46
Core Sector – Rapti Canal – Up Irrigation Dept Length 11 Km Being completed by March 2023	330.00

a) Highway Sector.

Major Highway Sector Projects completed	Contract Value (Rs. Cr)
Etawah Mainpuri State Highway No.83 for PWD Govt. of Uttar Pradesh	257.12
Jahirabad Latur National Highway 752K for Maharashtra State Road Dev. Corporation	294.40
Bhuj Bhachau State Highway No.42 for Gujarat State Road Dev. Corporation	400.00

b) Bridge Sector

Major Bridge Sector Projects completed	Contract Value (Rs. Cr)
Flyover at Hero Honda Chowk for National Highways Authority of India, New Delhi	138.08
Flyover Bikram at Chowk in J&K Economic Reconstruction Agency, Jammu	75.32
R.O.B. at Pramukh Park Junction - Surat Municipal Corporation	82.82
ROB at Amroli Junction - Surat Municipal Corporation.	58.12

c) Core Sector

Major Projects completed in Core Sector	Contract Value (Rs. Cr)
Rapti Main Canal for Irrigation Department Saryu Nahar Khand Bansi, Uttar Pradesh	316.00
Irrigation Tunnel for Konar Canal Division, Banaso, WRD Government of Jharkhand	81.46

9. FINANCIAL CAPACITY

Company fulfilled Criteria pertaining to Financial Capacity i.e. Average Annual Turnover of value not less than 15% of Estimated Advertised Value of Project (Project for which bids are being invited) prescribed by MORTH as per standard RFP documents and circulated for NHAI, NHIDCL, BRO, State PWDs, PSU and centrally sponsored Road & Bridge works to be implemented on EPC mode.

Average Turnover

Financial Year-wise Annual Construction Turnover With Updation Factors As Per MoRTH model RFP Docs for Bidding														Average Annual Turnover
FY 2021-2022		FY 2020-2021		FY 2019-2020		FY 2018-2019		FY 2017-2018		FY 2016-2017		FY 2015-2016		
Rs.	Factor	Rs.	Factor	Rs.	Factor	Rs.	Factor	Rs.	Factor	Rs.	Factor	Rs.	Factor	
(Cr.)		(Cr.)		(Cr.)		(Cr.)		(Cr.)		(Cr.)		(Cr.)		
230.81	1.00	218.63	1.05	207.89	1.10	184.30	1.15	207.80	1.20	410.93	1.25	708.33	1.30	Rs.369.26 Cr.

Net Worth

Net Worth at the close of the Preceding Financial Year (F.Y.2021-2022)	Rs.40.69 Crore
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