

Press Release

Mastercraft Engineers Private Limited

November 25, 2021



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Net Quantum (Rs. Cr)	Withdrawn Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.60	0.00		ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank Loan Ratings	19.40	0.00	ACUITE BB- Downgraded Issuer not co-operating*	
Total	20.00	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and Reaffirmed the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.20.00 Cr bank facilities of Mastercraft Engineers Private Limited (MEPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded due to information risk.

About the Company

MEPL, incorporated in 1991, is a Bengaluru-based company promoted by Mr. Sree Prakash Ramamirtham and Mr. Balakrishnan Srinivasan. MEPL is engaged in the manufacturing of injection moulds and injection moulded plastic components. The company also undertakes job work for manufacturing injection moulded plastic components. MEPL mainly caters to automobile, electrical and consumer durables industry. MEPL is a Tier I manufacturer of moulds and injection moulded plastic components used in the automobile industry.

Non-cooperation by the issuer/borrower:

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators

"No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Aug 2020	Term Loan	Long Term	6.68	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	3.25	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.30	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	9.47	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	0.30	ACUITE A4+ (Downgraded and Issuer not co-operating*)
31 May 2019	Letter of Credit	Short Term	0.30	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	3.25	ACUITE BBB- Negative (Reaffirmed)
	Bank Guarantee	Short Term	0.30	ACUITE A3 (Reaffirmed)
	Term Loan	Long Term	6.68	ACUITE BBB- Negative (Reaffirmed)
	Proposed Bank Facility	Long Term	9.47	ACUITE BBB- Negative (Reaffirmed)
09 Mar 2018	Term Loan	Long Term	6.68	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Cash Credit	Long Term	3.25	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Bank Guarantee	Short Term	0.30	ACUITE A3 (Upgraded from ACUITE A4+)
	Letter of Credit	Short Term	0.30	ACUITE A3 (Upgraded from ACUITE A4+)
	Proposed Long Term Loan	Long Term	9.47	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
15 Dec 2016	Term Loan	Long Term	10.08	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.25	ACUITE BB+ Stable (Reaffirmed)
	Proposed Working Capital Demand Loan	Long Term	6.98	ACUITE BB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.60	ACUITE A4+ (Reaffirmed)
	Derivative Exposure	Short Term	0.09	ACUITE A4+ (Reaffirmed)
18 Sep 2015	Term Loan	Long Term	9.09	ACUITE BB+ Stable (Upgraded from ACUITE BB Stable)
	Cash Credit	Long Term	2.25	ACUITE BB+ Stable (Upgraded from ACUITE BB Stable)
	Proposed Working Capital Demand Loan	Long Term	7.97	ACUITE BB+ Stable (Upgraded from ACUITE BB Stable)
	Bank Guarantee	Short Term	0.60	ACUITE A4+ (Reaffirmed)
	Derivative Exposure	Short Term	0.09	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	0.36	ACUITE BB Stable (Assigned)

01 Sep 2014	Term Loan	Long Term	1.94	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.35	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	3.93	ACUITE BB Stable (Assigned)
	Cash Credit	Long Term	2.25	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.20	ACUITE BB Stable (Assigned)
	Bank Guarantee	Short Term	0.60	ACUITE A4+ (Assigned)
	Derivative Exposure	Short Term	0.09	ACUITE A4+ (Assigned)
	Proposed Long Term Loan	Long Term	6.98	ACUITE BB Stable (Assigned)
	Proposed Working Capital Demand Loan	Long Term	3.30	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Size Of Issue	Rating
Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	9.47	ACUITE BB- Downgraded Issuer not co-operating*
State Bank of India	Term Loan	Not available	Not available	Not available	6.68	ACUITE BB- Downgraded Issuer not co-operating*
State Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.25	ACUITE BB- Downgraded Issuer not co-operating*
State Bank of India	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE A4+ Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuited.in Dipti Ahire Management Trainee-Rating Operations Tel: 022-49294065 dipti.ahire@acuited.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuited.in

About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 8,850 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuited.in) for the latest information on any instrument rated by Acuité.