

Press Release

Lustre Engineering Corporation

May 06, 2021

Rating Withdrawn



Total Bank Facilities Rated#	Rs.9.50 Cr.
Long Term Rating	ACUITE B Withdrawn; Issuer not co-operating*
Long Term Rating	ACUITE A4 Withdrawn; Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE B**' (read as **ACUITE B**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.9.50 Cr. bank facilities of Lustre Engineering Corporation (LEC). The rating is being flagged as an 'Issuer Not-Cooperating' based on best available information.

The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuite's policy on withdrawal of ratings.

About the Company

LEC was initially established as a proprietorship concern by Mr. B. L. Patharkar in 1951. Subsequently in the year 2002, LEC was reconstituted as a partnership firm with Mr. Vikas Patharkar and Mrs. Himangi Patharkar as partners. The firm is based in Mumbai and engaged as an electrical contractor undertaking maintenance and repair of power lines and installation of substations on a turnkey basis. The firm mainly caters to government entities in the power sector. LEC has also started manufacture & maintenance of transformers in the nature of overhauling from 2014.

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 an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition – <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Entities – <https://www.acuite.in/view-rating-criteria-51.htm>
- Financial Ratios And Adjustments – <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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). Acuite has endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Position

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

Rating Sensitivities

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 (if applicable)

Not Applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
01-Jul-2020	Cash Credit	Long Term	3.00	ACUITE B (Indicative)
	Term Loan	Long Term	1.32	ACUITE B (Indicative)
	Working Capital Demand Loan	Long Term	0.50	ACUITE B (Indicative)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	2.68	ACUITE B (Indicative)
16-Apr-2019	Cash Credit	Long Term	3.00	ACUITE B (Indicative)
	Term Loan	Long Term	1.32	ACUITE B (Indicative)
	Working Capital Demand Loan	Long Term	0.50	ACUITE B (Indicative)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	2.68	ACUITE B (Indicative)
12-Feb-2018	Cash Credit	Long Term	3.00	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	1.32	ACUITE B / Stable (Assigned)
	Working Capital Demand Loan	Long Term	0.50	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	2.68	ACUITE B / Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Available	Not Applicable	3.00	ACUITE B Withdrawn; Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	1.32	ACUITE B Withdrawn; Issuer not co-operating*

Working Capital Demand Loan	Not Applicable	Not Available	Not Applicable	0.50	ACUITE A4 Withdrawn; Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Withdrawn; Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.68	ACUITE B Withdrawn; Issuer not co-operating*

*The issuer did not co-operate; based on best available information.

Contacts

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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 8,677 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 Mumbai.

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