

Press Release

NECCON POWER AND INFRA LIMITED

December 13, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 411.83 Cr. #
Long Term Rating	SMERA BBB- Issuer not co-operating*
Short Term Rating	SMERA A3 Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA BBB-**' (**read as SMERA BBB minus**) and short term rating of '**SMERA A3**' (**read as 'SMERA A three'**) on the Rs. 411.83 crore bank facilities of NECCON POWER AND INFRA LIMITED. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity

Neccon Power and Infra Limited (NPIL), the erstwhile North Eastern Cables & Conductors Pvt. Ltd. was incorporated in 1984. The company manufactures aluminium conductors used for overhead transmission and distribution of electricity. The company also executes EPC contracts for state electricity boards (SEBs) and power distribution companies (PDCs). NPIL caters to state power utilities of Assam, Gujarat, Uttar Pradesh, Haryana among others.

For FY2015-16 (Provisional), NPIL registered net profit after tax (PAT) of Rs.9.92 crore on operating income of Rs.366.73 crore as against PAT of Rs.7.39 crore on operating income of Rs.313.46 crore in FY2014-15. The tangible net worth stood at Rs.135.45 crore in FY2015-16 as against Rs.125.54 crore in the previous year.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook

19-Sep-2016	Cash Credit	Long Term	INR 65	SMERA BBB- / Negative
	Term Loan	Long Term	INR 5.83	SMERA BBB- / Negative
	Bank Guarantee	Short Term	INR 313.52	SMERA A3
	Letter of Credit	Short Term	INR 27.48	SMERA A3
24-Mar-2015	Cash Credit	Long Term	INR 65	SMERA BBB / Stable
	Term Loan	Long Term	INR 5.83	SMERA BBB / Stable
	Bank Guarantee	Short Term	INR 313.52	SMERA A3+
	Letter of Credit	Short Term	INR 27.48	SMERA A3+

#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 Applicable	Not Applicable	20.90	SMERA BBB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	23.30	SMERA BBB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	SMERA BBB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.80	SMERA BBB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	5.83	SMERA BBB- Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	214.22	SMERA A3 Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	41.33	SMERA A3 Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	57.97	SMERA A3 Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	9.60	SMERA A3 Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	14.67	SMERA A3 Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	3.21	SMERA A3 Issuer not co-operating*

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

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ABOUT SMERA

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