

## Press Release

### NECCON POWER & INFRA LIMITED

December 06, 2019

#### Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs. 411.83 Cr.
<b>Long Term Rating</b>	ACUITE BB+ Withdrawn – Indicative (Downgraded from ACUITE BBB-)
<b>Short Term Rating</b>	ACUITE A4+ Withdrawn – Indicative (Downgraded from ACUITE A3)

\* Refer Annexure for details

#### Rating Rationale

Acuité has downgraded the rating of Neccon Power & Infra Limited to '**ACUITE BB+**' (read as **ACUITE Double B plus**) from '**ACUITE BBB-**' (read as **ACUITE Triple B minus**). The short term rating has been downgraded to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**). The rating downgrade is on account of information risk.

The rating has been withdrawn on account of request received from the company and NOC received from the banker.

NPIL, erstwhile North Eastern Cables & Conductors Pvt. Ltd., was incorporated in 1984. The company manufactures aluminum 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, and Haryana, among others.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

#### 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
07-Feb-2019	Cash Credit	Long Term	65.00	ACUITE BBB- (Indicative)
	Term Loan	Long Term	5.83	ACUITE BBB- (Indicative)
	Bank Guarantee	Short Term	313.52	ACUITE A3 (Indicative)
	Letter of Credit	Short Term	27.48	ACUITE A3 (Indicative)
13-Dec-2017	Cash Credit	Long Term	65.00	ACUITE BBB- (Indicative)

	Term Loan	Long Term	5.83	ACUITE BBB- (Indicative)
	Bank Guarantee	Short Term	313.52	ACUITE A3 (Indicative)
	Letter of Credit	Short Term	27.48	ACUITE A3 (Indicative)
19-Sept-2016	Cash Credit	Long Term	65.00	ACUITE BBB-/Negative (Downgraded from ACUITE BBB/Assigned)
	Term Loan	Long Term	5.83	ACUITE BBB-/Negative (Downgraded from ACUITE BBB/Assigned)
	Bank Guarantee	Short Term	313.52	ACUITE A3 (Downgraded from ACUITE A3+)
	Letter of Credit	Short Term	27.48	ACUITE A3 (Downgraded from ACUITE A3+)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	65.00	ACUITE BB+ (Withdrawn - Indicative) (Downgraded ACUITE BBB-)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.83	ACUITE BB+ (Withdrawn - Indicative) (Downgraded ACUITE BBB-)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	313.52	ACUITE A4+ (Withdrawn - Indicative) (Downgraded ACUITE A3)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	27.48	ACUITE A4+ (Withdrawn - Indicative) (Downgraded ACUITE A3)

**Contacts**

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Saurabh Rane Analyst - Rating Operations Tel: 02249294044 <a href="mailto:saurabh.rane@acuite.in">saurabh.rane@acuite.in</a>	Varsha Bist Manager - Rating Desk Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

**About Acuité Ratings & Research:**

Acuité Ratings & Research Limited (erstwhile SMERA Ratings 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 6,000 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.

**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.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.*