

## Press Release

**Mellcon Engineers Private Limited (MEPL)**

26 October, 2017



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.7.50 Cr
<b>Long Term Rating (Indicative)</b>	SMERA B+ Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	SMERA A4 Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA B+** (read as SMERA b plus) and short term rating of '**SMERA A4**' (read as SMERA A four) on the Rs. 7.50 crore bank facilities of Mellcon Engineers Private Limited (MEPL). 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

- Manufacturing Entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.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:** MEPL, established in 1986, is a New Delhi-based company promoted by Mr. Rakesh Kalia and Mr. Santosh Kalia. The company is engaged in the manufacture of air dryers; refrigeration equipment's and gas generators at Greater Noida.

For FY2014-15, MEPL reported losses of Rs.0.20 crore on operating income of Rs.6.44 crore, as compared with profit after tax (PAT) of Rs.0.08 crore on operating income of Rs.9.68 crore in

FY2013-14. MEPL's net worth stood at Rs.6.07 crore as on March 31, 2015, as compared with Rs.5.72 crore a year earlier.

**Rating History for the last three years:**

<b>Date</b>	<b>Name of Instrument / Facilities</b>	<b>Term</b>	<b>Amount (Rs. Cr.)</b>	<b>Ratings/Outlook</b>
01-Aug-2016	Term Loan	Long Term	0.47	SMERA B+/Stable (Assigned)
	Cash Credit	Long Term	2.50	SMERA B+/Stable (Assigned)
	Letter of Credit	Short Term	3.50	SMERA A4 (Assigned)
	Proposed Cash Credit	Long Term	1.03	SMERA B+/Stable (Assigned)
16-Jun-2016	Term Loan	Long Term	0.82	SMERA B+/Stable (Suspended)
	Cash Credit	Long Term	2.50	SMERA B+/Stable (Suspended)
	Letter of Credit	Short Term	3.50	SMERA A4 (Suspended)
	Proposed Cash Credit	Long Term	0.68	SMERA B+/Stable (Suspended)
27-March-2015	Term Loan	Long Term	0.82	SMERA B+/Stable (Assigned)
	Cash Credit	Long Term	2.50	SMERA B+/Stable (Assigned)
	Letter of Credit	Short Term	3.50	SMERA A4 (Assigned)

	Proposed Cash Credit	Long Term	0.68	SMERA B+/Stable (Assigned)
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**Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	0.47	SMERA B+ Issuer not co-operating*
Cash Credit	NA	NA	NA	2.50	SMERA B+ Issuer not co-operating*
Letter of Credit	NA	NA	NA	3.50	SMERA A4 Issuer not co-operating*
Proposed Cash Credit	NA	NA	NA	1.03	SMERA B+ 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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