

Awate Engineering Private Limited: Downgraded

Facilities	Amount (Rs Crore)	Ratings/Outlook
Term Loan	0.87	SMERA D (Downgraded from SMERA B-/Stable)
Cash Credit	3.00	SMERA D (Downgraded from SMERA B-/Stable)
Letter of Credit	3.00	SMERA D (Downgraded from SMERA A4)

SMERA has downgraded the ratings of the Rs.6.87 crore bank facilities of Awate Engineering Private Limited (AEPL) to '**SMERA D** (read as SMERA D)' from '**SMERA B-/Stable**' (read as SMERA B minus) and '**SMERA A4**' (read as SMERA A four).

The rating downgrade reflects ongoing delays in servicing and repayment of debt by the company.

Rating Sensitivity Factors

- Curing of default

Criteria applied to arrive at the ratings:

- Default Recognition Criteria
- Manufacturing entities

About the Company

The Pune-based AEPL, was promoted by Mrs. Shobha Awate in 2008. The company is engaged in the manufacture of press sheet metal components used in the automobile industry. The manufacturing unit is located at Shirur district, Pune and has an installed capacity of 45000 Metric Tonnes Per Annum (MTPA)

For FY2015-16, AEPL reported net profit of Rs.0.11 crore (Provisional) on operating income of Rs.6.34 crore, as compared with net profit of Rs.0.05 crore on operating income of Rs.6.67 crore in FY2014-15. AEPL's net worth stood at Rs.1.95 crore as on March 31, 2016, as compared with Rs.1.89 crore a year earlier.

Rating History

Date	Name of the Instruments	Amount (Rs. Crore)	Ratings		Rating Outlook
			Long Term	Short Term	
02 Apr, 2015	Term Loan	0.87	SMERA B- (Assigned)		Stable
	Cash Credit	3.00	SMERA B- (Assigned)		Stable
	Letter of Credit	3.00		SMERA A4 (Assigned)	

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ABOUT SMERA

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