



Press Release

Awate Engineering Private Limited

February 07, 2019

Rating Update

Total Bank Facilities Rated*	Rs.6.87 Cr.#
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

Acuite has reviewed the long-term rating of '**ACUITE D**' (read as **ACUITE D**) and short-term rating of '**ACUITE D**' (read as **ACUITE D**) to the Rs. 6.87 crore bank facilities of Awate Engineering Private Limited (AEPL). This rating is now an indicative rating and is based on best available information.

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 in Pune and has an installed capacity of 45000 Metric Tonnes Per Annum (MTPA).

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 due date.

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

Applicable Criteria

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

About the Rated Entity - Key Financials

	Unit	FY16 (Actual)	FY15 (Actual)	FY14 (Actual)
Operating Income	Rs. Cr.	6.34	6.67	12.11
EBITDA	Rs. Cr.	5.04	5.09	9.58
PAT	Rs. Cr.	0.18	0.13	0.37
EBITDA Margin	(%)	12.48	12.74	8.00
PAT Margin	(%)	1.79	0.80	0.89
ROCE	(%)	9.67	10.39	10.44
Total Debt/Tangible Net Worth	Times	2.76	2.78	3.05
PBDIT/Interest	Times	1.35	1.25	1.57
Total Debt/PBDIT	Times	-	-	-

Gross Current Assets (Days)	Days	377	454	355
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Status of non-cooperation with previous CRA (if applicable)

None

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
25-Apr-2018	Term Loan	Long term	0.87	ACUITE D (Indicative)
	Cash Credit	Long term	3.00	ACUITE D (Indicative)
	Letter of Credit	Short Term	3.00	ACUITE D (Indicative)
06-Sept-2016	Term Loan	Long term	0.87	ACUITE D (Downgraded)
	Cash Credit	Long term	3.00	ACUITE D (Downgraded)
	Letter of Credit	Short Term	3.00	ACUITE D (Downgraded)
02-Apr-2015	Term Loan	Long term	0.87	ACUITE B-/Stable (Assigned)
	Cash Credit	Long term	3.00	ACUITE B-/Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.87	ACUITE D Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE D Issuer not co-operating*
Letter of Credit	Letter of Credit	Letter of Credit	Letter of Credit	3.00	ACUITE D Issuer not co-operating*

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

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About Acuite Ratings & Research:

Acuite 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.

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