

## Press Release

### Ekta Engineering Udyog Private Limited

November 22, 2019



### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs.14.00 Cr.#
<b>Long Term Rating</b>	ACUITE BBB- Issuer not cooperating: Withdrawn*
<b>Short Term Rating</b>	ACUITE A3 Issuer not cooperating: Withdrawn*

#Refer Annexure for details

\*The issuer did not cooperate; based on best available information

### Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and the short term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs.14.00 crore bank facilities of Ekta Engineering Udyog Private Limited. This rating is now withdrawn and indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Ekta Engineering Udyog Private Limited (EEUPL), incorporated in 1954, is a Delhi-based company. The company is promoted by Mr. Rehan Elahi, Mr. Anwar Elahi and Mr. Rehman Elahi. EEUPL is engaged in manufacturing of pressure cooker and cookware items. It has installed production capacity of 10,000 cookers per day.

#### Non-cooperation by the issuer/borrower

Acuité 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 Acuité's policies.

#### Analytical Approach

Acuité has considered the standalone business and financial risk profile of EIPL to arrive at the rating.

#### 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). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

#### About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

#### 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
30-April-2019	Cash Credit	Long term	7.00	ACUITE BBB- (Indicative)
	Bank Guarantee	Short term	7.00	ACUITE A3 (Indicative)
02-February-2018	Cash Credit	Long term	7.00	ACUITE BBB-/Stable (Upgraded)
	Bank Guarantee	Short term	7.00	ACUITE A3 (Upgraded)
21-November-2016	Cash Credit	Long term	7.00	ACUITE BB+ (Assigned)
	Bank Guarantee	Short term	7.00	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	7.00	ACUITE BBB- Withdrawn: Issuer not co-operating
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A3 Withdrawn: Issuer not co-operating

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### 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.

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