

## Press Release

Shanker Coils Private Limited

December 09, 2022



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Ratings</b> <b>Loan</b>	3.25	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
<b>Bank Ratings</b> <b>Loan</b>	0.45	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
<b>Bank Ratings</b> <b>Loan</b>	4.50	-	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Bank Ratings</b> <b>Loan</b>	1.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	1.45	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	7.75	-	-

### Rating Rationale

Acuite has reaffirmed and withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B 'plus'**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 7.75 crore bank facilities of SHANKER COILS PRIVATE LIMITED (SCPL).

The team has received the withdrawal request from the client because the client does not want to continue the further rating. A No Objection Certificate (NOC) for the same has been received from Punjab National bank (erstwhile -United Bank of India). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating.

The rating continues to be flagged as "Issuer Not Cooperating", and based on the best available information.

Acuite has further reaffirmed the long term rating of '**ACUITE B+**' (read as **ACUITE B 'plus'**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 1.45 crore bank facilities of SHANKER COILS PRIVATE LIMITED. The rating continues to be an indicative rating and based on best available information.

### About the Company

SCPL, established in 1989, is a Kolkata-based company engaged in the manufacture of armature and stator coils used in the heavy engineering industry. The company also undertakes rendering, repairing and rebuilding services for the Indian Railways, Tata Steel, ONGC, SAIL among others. The company's manufacturing facilities are located at Budge Budge, West Bengal and the overall operations are managed by the Directors, Mr. Nikunj Bagaria and Nirmal Kumar Bagaria.

**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 the due date. Acuité believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

**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 ratings based.

**About the Rated Entity - Key Financials**

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

**Rating Sensitivity**

"No information provided by the issuer / available for Acuite to comment upon."

**Material Covenants**

None

**Liquidity Position**

No information provided by the issuer / available for Acuite to comment upon.

**Outlook**

Not Applicable

**Other Factors affecting Rating**

Not Applicable

**Status of non-cooperation with previous CRA**

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.

**Applicable Criteria**

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

**Note on Complexity Levels of the Rated Instrument**

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
08 Nov 2021	Proposed Long Term Loan	Long Term	0.75	ACUITE B+ ( Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE B+ ( Issuer not co-operating*)
	Packing Credit	Short Term	0.50	ACUITE A4 ( Issuer not co-operating*)
	Bank Guarantee	Short Term	3.00	ACUITE A4 ( Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 ( Issuer not co-operating*)
	Term Loan	Long Term	0.45	ACUITE B+ ( Issuer not co-operating*)
06 Aug 2020	Term Loan	Long Term	0.45	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.75	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	0.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
27 May 2019	Proposed Long Term Loan	Long Term	0.75	ACUITE BB-   Stable (Upgraded from ACUITE B+)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Upgraded from ACUITE A4)
	Packing Credit	Short Term	0.50	ACUITE A4+ (Upgraded from ACUITE A4)
	Cash Credit	Long Term	2.50	ACUITE BB-   Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	0.45	ACUITE BB-   Stable (Upgraded from ACUITE B+)
	Bank Guarantee	Short Term	3.00	ACUITE A4+ (Upgraded from ACUITE A4)
09 May 2019	Term Loan	Long Term	0.45	ACUITE B+ (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.25	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	1.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.50	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	Simple	0.50	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	0.75	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	0.45	ACUITE B+   Reaffirmed   Issuer not co-operating*

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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