

Press Release

Shanker Coils Private Limited

December 21, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	0.45	ACUITE B+ Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	1.00	-	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	1.45	-	-

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Acuite has reaffirmed and withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B 'plus'**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 1.45 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.

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

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:

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 the due date. Acuite 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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Withdrawn and Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Withdrawn and Issuer not co-operating*)

09 Dec 2022	Bank Guarantee	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	2.50	ACUITE B+ (Withdrawn and Issuer not co-operating*)
	Packing Credit	Short Term	0.50	ACUITE A4 (Withdrawn and Issuer not co-operating*)
	Term Loan	Long Term	0.45	ACUITE B+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.75	ACUITE B+ (Withdrawn and Issuer not co-operating*)
08 Nov 2021	Term Loan	Long Term	0.45	ACUITE B+ (Issuer not co-operating*)
	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*)
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)
	Term Loan	Long Term	0.45	ACUITE B+ (Issuer not co-operating*)
		Short		
09 May 2019	Letter of Credit	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 & Withdrawn Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	0.45	ACUITE B+ Reaffirmed & Withdrawn Issuer not co-operating*

Contacts

Analytical	Rating Desk
<p>Pooja Ghosh Vice President-Rating Operations Tel: 022-49294041 pooja.ghosh@acuite.in</p> <p>Dipti Choudhary Management Trainee-Rating Operations Tel: 022-49294065 dipti.choudhary@acuite.in</p>	<p>Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in</p>

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.