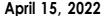


Press Release

Zenith Engineering Corporation





Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating		
Bank Loan Ratings	5.20	ACUITE B+ Downgraded Issuer not co-operating*	-		
Bank Loan Ratings	6.00	-	ACUITE A4 Downgraded Issuer not co-operating		
Total Outstanding Quantum (Rs. Cr)	11.20	-	-		
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-		

Rating Rationale

Acuité has downgraded the long term rating to 'ACUITE B+ (read as ACUITE B Plus) from 'ACUITE BB-' (read as ACUITE double B minus) and the short-term rating to 'ACUITE A4' (read as ACUITE A four)' from 'ACUITE A4+' (read as ACUITE A four plus) on the Rs.11.20 crore bank facilities of Zenith Engineering Corporation (ZEN). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Zenith Engineering Corporation (ZEC) is a closely held partnership firm led by Mr. Manish Gyani, Mr. Rakesh Zaveri and Mr. Vikas Chavda and family. The firm, established in 2005 is engaged in the manufacturing of LT electrical control panels and bus ducts at Vasai Road near Mumbai. Production commenced in 2006.

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.

This rating continues to be 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 rating is 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

Not Applicable

Liquidity Indicators

"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 (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.

Applicable Criteria

- Manufacturing Entities: https://www.acuite.in/view-rating-criteria-59.htm
- Default Recognition: https://www.acuite.in/view-rating-criteria-52.htm

Note on Complexity Levels of the Rated Instrument

https://www.acuite.in/view-rating-criteria-55.htm

Rating History

Date	Name of Istruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
12 Jan 2021	Cash Credit	Long Term	5.20	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term Short	6.00	ACUITE A4+ (Issuer not co-operating*)
25 Oct			6.00	ACUITE A4+ (Issuer not co-operating*)
2019	Cash Credit	Long Term	5.20	ACUITE BB (Issuer not co-operating*)
01 Aug	Cash Credit	Long Term	5.20	ACUITE BB (Issuer not co-operating*)
2018	Bank Guarantee	Short Term	6.00	ACUITE A4+ (Issuer not co-operating*)
14 Jun	Cash Credit	Long Term	5.20	ACUITE BB Stable (Reaffirmed)
2017	Bank Guarantee	Short Term	6.00	ACUITE A4+ (Reaffirmed)
12 Feb	Cash Credit	Long Term	5.20	ACUITE BB Stable (Assigned)
2016	Bank Guarantee	Short Term	6.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 Downgraded Issuer not co- operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.20	ACUITE B+ Downgraded 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.

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.