

Press Release

Greatweld Engineering Private Limited

January 22, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 44.00 Cr. #
Long Term Rating	ACUITE C (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and reviewed the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 44.00 crore bank facilities of Greatweld Engineering Private Limited (GEPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information available on public domain.

GEPL, (erstwhile Greatweld Steel Grating Private Limited) was established in 2006, under the directorship of Mr. Rakesh Rajan, Mr. Suhas Baddi, Mr. Ravindra Mule and Mr. Sateesh Rane. The company currently manufactures Mild Steel (MS) gratings and hand rails used in engineering, refineries, cement and other industries related to infrastructure. Going forward, it plans to manufacture valves.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

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

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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
03-01-2020	Cash Credit	Long Term	16.00	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	13.00	ACUITE A4 (Indicative)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB- (Indicative)
	Proposed Term Loan	Long Term	8.00	ACUITE BB- (Indicative)
03-10-2018	Cash Credit	Long Term	16.00	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	13.00	ACUITE A4 (Indicative)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB- (Indicative)
	Proposed Term Loan	Long Term	8.00	ACUITE BB- (Indicative)
26-05-2017	Cash Credit	Long Term	16.00	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	13.00	ACUITE A4 (Indicative)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB- (Indicative)
	Proposed Long Term Loan	Long Term	8.00	ACUITE BB- (Indicative)
17-02-2016	Cash Credit	Long Term	16.00	ACUITE BB-/ Stable (Assigned)
	Letter of Credit	Short Term	13.00	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB-/ Stable (Assigned)
	Proposed Long Term Loan	Long Term	8.00	ACUITE BB-/ Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE C (Downgraded from ACUITE BB-) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE A4 Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE C (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE C (Downgraded from ACUITE BB-) Issuer not co-operating*

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

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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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