

Press Release

Diamond Engineering (Chennai) Private Limited

June 29, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	239.94	ACUITE D Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	50.00	-	ACUITE D Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	289.94	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D' (read as ACUITE D)** and short term rating of '**ACUITE D' (read as ACUITE D)** on the Rs. 289.94 crore bank facilities of Diamond Engineering (Chennai) Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Diamond Engineering Chennai Private Limited (DECPL), the erstwhile Diamond Engineering, (a partnership firm), is engaged in the fabrication of steel components and structures. The firm was taken over by Mr. P. Mohanraj and Mr. P. Danaraj and converted to private limited in 1997. The company is currently led by Mr. P. Mohanraj, the Managing Director, who possesses experience of over four decades in the fabrication business.

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. This rating continues to be flagged as "Issuer notcooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite 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

None

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

CRISIL vide its press release dated 30 January 2022, has mentioned the rating of Diamond Engineering (Chennai) Private Limited (DECPL), to 'CRISIL D' (Issuer Not Cooperating) as on 30 January, 2022.

Any other information

Acuite 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 Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
31 Mar 2021	Working Capital Demand Loan	Long Term	126.44	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	4.94	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	3.74	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.35	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.00	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	40.79	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.45	ACUITE D (Issuer not co-operating*)
	Bills Discounting	Short Term	35.00	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Long Term	15.06	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.17	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.17	ACUITE D (Issuer not co-operating*)

06 Jan 2020	Bank Guarantee	Short Term	15.00	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	4.94	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	3.74	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Long Term	15.06	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.35	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.00	ACUITE D (Issuer not co-operating*)
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	Term Loan	Long Term	15.17	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	3.74	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Long		ACUITE D (Issuer not co-operating*)
03 Oct 2018	Loan	Term	126.44	operating*)
	Working Capital Demand Loan	Long Term	15.06	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.45	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.35	ACUITE D (Issuer not co-operating*)
	Bills Discounting	Long Term	35.00	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE D (Issuer not co-operating*)
06 Jul 2017	Cash Credit	Long Term	40.79	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	4.94	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Long Term	126.44	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Long Term	15.06	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.17	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	3.74	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	15.00	ACUITE D (Issuer not co-operating*)

	Term Loan	Long Term	9.45	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	9.35	ACUITE D (Issuer not co-operating*)
	Bills Discounting	Long Term	35.00	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE D (Issuer not co-operating*)
23 Mar 2016	Term Loan	Long Term	3.74	ACUITE D (Assigned)
	Cash Credit	Long Term	40.79	ACUITE D (Assigned)
	Cash Credit	Long Term	4.94	ACUITE D (Assigned)
	Term Loan	Long Term	15.17	ACUITE D (Assigned)
	Working Capital Demand Loan	Long Term	126.44	ACUITE D (Assigned)
	Working Capital Demand Loan	Long Term	15.06	ACUITE D (Assigned)
	Term Loan	Long Term	15.00	ACUITE D (Assigned)
	Term Loan	Long Term	9.45	ACUITE D (Assigned)
	Term Loan	Long Term	9.35	ACUITE D (Assigned)
	Bills Discounting	Long Term	35.00	ACUITE D (Assigned)
	Bank Guarantee	Short Term	15.00	ACUITE D (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Axis Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE D Reaffirmed Issuer not co-operating*
SBI Global Factors Ltd.	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	35.00	ACUITE D Reaffirmed Issuer not co-operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.94	ACUITE D Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	40.79	ACUITE D Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	15.17	ACUITE D Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	15.00	ACUITE D Reaffirmed Issuer not co-operating*
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	9.45	ACUITE D Reaffirmed Issuer not co-operating*
India Factoring & Financial Services	Not Applicable	Term Loan	Not available	Not available	Not available	9.35	ACUITE D Reaffirmed Issuer not co-operating*
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.74	ACUITE D Reaffirmed Issuer not co-

							operating*
Axis Bank	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	15.06	ACUITE D Reaffirmed Issuer not co- operating*
State Bank of India	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	126.44	ACUITE D 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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