

Press Release

Inder Engineering Industries

May 26, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.20	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	6.01	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	6.21	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single 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. 6.21 crore bank facilities of INDER ENGINEERING INDUSTRIES. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Navi Mumbai based Inder Engineering, a proprietorship concern established in 1976 is engaged in the manufacture of traction control equipment such as contactors, switch gears, relays, among others. The firm, headed by Mr. K.S. Nanda, is an ISO 9001:2008 certified and RDSO (Research Design and Standards Organisation) approved supplier to Indian Railways.

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 not-cooperating", 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

Acuite Ratings & Research Limited

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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

Status of non-cooperation with previous CRA

None

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

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.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
22 Feb 2021	Term Loan	Long Term	0.11	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bills Discounting	Short Term	0.05	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.85	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.15	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.05	ACUITE BB- (Downgraded and Issuer not co-operating*)
19 Dec 2019	Term Loan	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.15	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.85	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.11	ACUITE BB (Issuer not co-operating*)
	Bills Discounting	Short Term	0.05	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.05	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.05	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB (Issuer not co-operating*)

22 Sep 2018	Cash Credit	Long Term	2.85	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.15	ACUITE A4+ (Issuer not co-operating*)
	Bills Discounting	Short Term	0.05	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.11	ACUITE BB (Issuer not co-operating*)
08 Jul 2017	Cash Credit	Long Term	2.85	ACUITE BB (Issuer not co-operating*)
	Bills Discounting	Short Term	0.05	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.05	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.11	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.15	ACUITE A4+ (Issuer not co-operating*)
26 Mar 2016	Bills Discounting	Short Term	0.05	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	2.85	ACUITE BB Stable (Assigned)
		Long		
26 Mar 2016	Term Loan	Term	0.05	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.11	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	3.00	ACUITE BB Stable (Assigned)
	Bank Guarantee	Short Term	0.15	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.15	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	0.05	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.85	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.05	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.11	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	3.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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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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