

Press Release

Gencor Pacific Auto Engineering Private Limited

August 12, 2019



Rating Withdrawn

Total Bank Facilities Rated*	Rs.21.16 Cr. #
Long Term Rating	ACUITE B- (Withdrawn)
Short Term Rating	ACUITE A4 (Withdrawn)

Refer Annexure for details

Acuité has withdrawn the long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.21.16 crore bank facilities of Gencor Pacific Auto Engineering Private Limited (GPAE). The rating withdrawal is in accordance with the Acuite's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

GPAE, incorporated in 2009, started its operations in 2011 by acquiring a partnership firm M/s. GJ Engineering. The company is engaged in manufacturing of aluminum castings for the automobile industry. The product portfolio of the company includes steering motor brackets, starter motor brackets and end plates, alternator brackets (for four wheelers), gear box, among others.

Analytical Approach

Acuité has considered the standalone financial and business risk profiles of GPAE to arrive at the rating.

About the Rated Entity - Key Financials

	Unit	FY19 (Provisional)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	45.83	46.18	34.29
EBITDA	Rs. Cr.	2.64	2.81	0.00
PAT	Rs. Cr.	(3.88)	(2.25)	(4.05)
EBITDA Margin	(%)	5.77	6.09	0.01
PAT Margin	(%)	(8.46)	(4.88)	(11.81)
ROCE	(%)	(0.30)	1.41	(3.95)
Total Debt/Tangible Net Worth	Times	8.70	20.44	7.26
PBDIT/Interest	Times	0.70	1.12	0.29
Total Debt/PBDIT	Times	7.81	8.54	31.83
Gross Current Assets (Days)	Days	106	109	145

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

Not applicable

Any other information

Not applicable

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

Note on complexity levels of the rated instrument
<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
22-May-18	Cash Credit	Long Term	3.00	ACUITE B-/ Stable (Reaffirmed)
	Packing Credit	Long Term	3.00	ACUITE B-/ Stable (Reaffirmed)
	Term Loan	Long Term	5.10	ACUITE B-/ Stable (Reaffirmed)
	Term Loan	Long Term	9.37	ACUITE B-/ Stable (Assigned)
	Bank Guarantee	Short Term	0.69	ACUITE A4 (Reaffirmed)
26-Sep-17	Cash Credit	Long Term	3.00	ACUITE B-/ Stable (Reaffirmed)
	Term Loan	Long Term	8.66	ACUITE B-/ Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	2.11	ACUITE B-/ Stable (Reaffirmed)
	Packing Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	0.09	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	0.60	ACUITE A4 (Reaffirmed)
04-Apr-16	Cash Credit	Long Term	2.00	ACUITE B-/ Stable (Assigned)
	Proposed Cash Credit	Long Term	1.40	ACUITE B-/ Stable (Assigned)
	Term Loan	Long Term	8.99	ACUITE B-/ Stable (Assigned)
	Proposed Long Term Loan	Long Term	1.78	ACUITE B-/ Stable (Assigned)
	Packing Credit	Long Term	2.60	ACUITE B-/ Stable (Assigned)
	Bank Guarantee	Short Term	0.09	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	0.60	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B- (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.10	ACUITE B- (Withdrawn)
Term loan	Not Applicable	Not Applicable	Not Applicable	3.70	ACUITE B- (Withdrawn)
Packing Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B- (Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	5.67	ACUITE B- (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.09	ACUITE A4 (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE A4 (Withdrawn)

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About Acuité Ratings & Research:

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