

## Press Release

Indian Commerce & Industries Co. Private Limited

August 02, 2022



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Ratings</b> <b>Loan</b>	21.10	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
<b>Bank Ratings</b> <b>Loan</b>	25.80	-	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	46.90	-	-

### Rating Rationale

Acuite has reaffirmed and withdrawn the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on Rs.46.90 crore bank facilities of Indian Commerce and Industries Private Limited (ICICPL). The rating is now indicative and is based on the best available information. The withdrawal is in terms with Acuite's policy. The rating is withdrawn after receiving withdrawal request from the issuer and NOC/NDC from the lenders.

### About the Company

ICICPL, the flagship company of Beehive Kowtha Group was founded in 1907 in Chennai. Since then, the Group has grown into one of the largest structural steel construction companies in South India with full-fledged fabrication shops at Madras, Vijayawada and Hyderabad.

The company is engaged in the business of structural steel building construction (fabrication, erection) and Labour Contractors for various industrial units. Further, ICICPL is also engaged in manufacturing of steel roof sheets, castings, steel structures and trading in steel building materials and steel castings. The company is promoted by Mr. C. Ramesh Kumar and Mr. C. Ravindran

### 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.

Acuite 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.

This rating is therefore being 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.

### Rating Sensitivities

"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

Not Applicable

### Key Financials

Particulars	Unit	FY 21 (Actual)	FY 20 (Actual)
Operating Income	Rs. Cr.	48.48	167.14
PAT	Rs. Cr.	(7.51)	(11.06)
PAT Margin	(%)	(15.49)	(6.62)
Total Debt/Tangible Net Worth	Times	0.89	1.08
PBDIT/Interest	Times	(8.83)	(1.04)

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

Not Applicable

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.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	Packing Credit	Short Term	0.40	ACUITE A4+ (Downgraded from ACUITE A3+)
	Bills Discounting	Short Term	0.40	ACUITE A4+ (Downgraded from ACUITE A3+)
	Cash Credit	Long Term	4.50	ACUITE BB+   Negative (Downgraded from ACUITE BBB   Stable)

2022	Letter of Credit	Short Term	10.00	ACUITE A4+ (Downgraded from ACUITE A3+)
	Proposed Long Term Loan	Long Term	16.60	ACUITE BB+   Negative (Downgraded from ACUITE BBB   Negative)
	Bank Guarantee	Short Term	15.00	ACUITE A4+ (Downgraded from ACUITE A3+)
13 Mar 2020	Letter of Credit	Short Term	10.00	ACUITE A3+ (Reaffirmed)
	Cash Credit	Long Term	4.50	ACUITE BBB   Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	15.00	ACUITE BBB (Withdrawn)
	Proposed Bank Facility	Long Term	17.40	ACUITE BBB   Stable (Reaffirmed)
	Bank Guarantee	Short Term	15.00	ACUITE A3+ (Reaffirmed)
27 Dec 2018	Cash Credit	Long Term	4.50	ACUITE BBB   Negative (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A3+ (Reaffirmed)
	Bank Guarantee	Short Term	15.00	ACUITE A3+ (Reaffirmed)
	Working Capital Demand Loan	Long Term	15.00	ACUITE BBB   Negative (Assigned)
	Proposed Long Term Loan	Long Term	2.40	ACUITE BBB   Negative (Reaffirmed)
	Term Loan	Long Term	5.39	ACUITE BBB   Stable (Withdrawn)
	Term Loan	Long Term	4.21	ACUITE BBB   Stable (Withdrawn)
06 Dec 2017	Cash Credit	Long Term	4.50	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	5.39	ACUITE BBB   Stable (Reaffirmed)
	Term Loan	Long Term	4.21	ACUITE BBB   Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	0.80	ACUITE BBB   Stable (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A3+ (Reaffirmed)
	Bank Guarantee	Short Term	15.00	ACUITE A3+ (Reaffirmed)
	Cash Credit	Long Term	4.50	ACUITE BBB (Issuer not co-operating*)
	Term Loan	Long Term	5.39	ACUITE BBB (Issuer not co-operating*)
		Long		
02 Aug 2017	Term Loan	Term	4.21	ACUITE BBB (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.80	ACUITE BBB (Issuer not co-operating*)
	Letter of Credit	Short Term	10.00	ACUITE A3+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE A3+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BBB   Stable (Assigned)

28 Apr 2016	Term Loan	Long Term	5.39	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	4.21	ACUITE BBB   Stable (Assigned)
	Letter of Credit	Short Term	10.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short Term	15.00	ACUITE A3+ (Assigned)
	Proposed Bank Facility	Long Term	0.80	ACUITE BBB   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Baroda	Not Applicable	FBN/FBP/FBD/PSFC/FBE	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Bank of Baroda	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	16.60	ACUITE BB+   Reaffirmed & Withdrawn   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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