



Press Release

Surya Prakaas Foundry

October 13, 2018

Rating Update

Total Bank Facilities Rated*	Rs.7.64 Cr. #
Long Term Rating	ACUITE B+ 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.

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and short term rating of '**SMERA A4**' (**read as 'SMERA A four'**) on the Rs.7.64 crore bank facilities of Surya Prakaas Foundry. This rating is now an indicative rating and is based on best available information.

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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities- <https://www.acuite.in/view-rating-criteria-4.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 endeavoured 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:

Surya Prakaas Foundry (SPF), a proprietorship concern was established in 2003 by Mr. M. Kanagarajan. The Tamil Nadu-based firm is engaged in the manufacturing of castings and has an installed capacity of 2400 MT per annum. Mr Kanagarajan has more than two decades of experience in the business.

For FY2014-15, SPF reported profit after tax (PAT) of Rs.0.50 crore on operating income of Rs.13.04 crore compared with PAT of Rs.0.28 crore on operating income of Rs.6.01 crore in the previous year

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

None

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
09-Aug-2017	Cash Credit	Long term	4.25	ACUITE B+ Issuer not co-operating*
	Term Loan	Long term	0.39	ACUITE B+ Issuer not co-operating
	Bank Guarantee	Short term	2.5	ACUITE B+ Issuer not co-operating
	Inland Letter of Credit (ILC)	Short term	0.5	ACUITE B+ Issuer not co-operating
13-May-2016	Cash Credit	Long term	4.25	ACUITE B+/ Stable
	Term Loan	Long term	0.39	ACUITE B+/ Stable
	Bank Guarantee	Short term	2.5	ACUITE A4
	Inland Letter of Credit (ILC)	Short term	0.5	ACUITE A4

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

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.25	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.39	ACUITE B+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.5	ACUITE A4 Issuer not co-operating*
Inland Letter of Credit (ILC)	Not Applicable	Not Applicable	Not Applicable	0.5	ACUITE A4 Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile ACUITE 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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