

Press Release

Sidwal Refrigeration Industries Private Limited

December 24, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 35.00 Cr. #
Long Term Rating	ACUITE BB (Downgraded from BBB-; Issuer not co-operating*)
Long Term Rating	ACUITE A4+ (Downgraded from A3; Issuer not co-operating*)

Refer Annexure for details

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

Acuité has downgraded the rating of Sidwal Refrigeration Industries Private Limited to **ACUITE BB (read as ACUITE Double B)** from **ACUITE BBB- (read as ACUITE Triple B minus)**. The short term rating has been downgraded to **ACUITE A4+ (read as ACUITE A four plus)** from **ACUITE A3 (read as ACUITE A three)**. The rating downgrade is on account of information risk.

SRIPL, incorporated in 1974, is a New Delhi-based company promoted by Mr. SS Sidhu. SRIPL provides comprehensive services in designing, system engineering, supply, testing, installation, and commissioning of air-conditioning and cooling solutions.

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.

Acuité 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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in Services sector - <https://www.acuite.in/view-rating-criteria-50.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 endeavored 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 - Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

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

Not Applicable

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19-Nov-2019	Cash Credit	Long Term	17.00	ACUITE BBB- (Issuer not co-operating*)
	Bill Discounting	Short Term	3.00	ACUITE A3 (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE A3 (Issuer not co-operating*)
19-Sept-2017	Cash Credit	Long Term	17.00	ACUITE BBB- (Issuer not co-operating*)
	Bill Discounting	Short Term	3.00	ACUITE A3 (Issuer not co-operating*)
	Bank Guarantee	Short Term	15.00	ACUITE A3 (Issuer not co-operating*)
20-May-2016	Cash Credit	Long Term	17.00	ACUITE BBB- / Stable (Assigned)
	Bill Discounting	Short Term	3.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	15.00	ACUITE A3 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE BB (Downgraded; Issuer not co-operating*)
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ (Downgraded; Issuer not co-operating*)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4+ (Downgraded; 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 SMERA 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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