Press Release

Everon Castings Private Limited

July 20, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	28.00	ACUITE B+ | Reaffirmed | Issuer not co-operating*	-
Bank Loan Ratings	3.00	-	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	31.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long term rating of **'ACUITE B+' (read as ACUITE B plus)** and the short-term rating of **'ACUITE A4' (read as ACUITE A four)** on the Rs. 31.00 crore bank facilities of Everon Castings Private Limited (ECPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

ECPL, incorporated in 2008, is a Coimbatore-based company engaged in the manufacturing of steel castings. The company is promoted by Mr. R. Rajesh who possesses over two decades of experience in the foundry sector. The installed capacity of the company stands at 6,000 tonnes per annum.

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 the due date.
Acuité believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an 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 Acuité'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). Acuité has 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 - Key Financials

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

Rating Sensitivity
No information provided by the issuer / available for Acuite to comment upon.

Material Covenants
Not Applicable

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
Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria
- Manufacturing Entities: https://www.acuite.in/view-rating-criteria-59.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
21 Apr 2021	Proposed Cash Credit	Long Term	3.24	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE B+ (Downgraded and Issuer not co-operating*)
29 Jan 2020	Bank Guarantee	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	3.24	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE BB- (Issuer not co-operating*)
17 Nov 2018	Cash Credit	Long Term	18.00	ACUITE BB- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	3.24	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE BB- (Issuer not co-operating*)

23 Sep 2017	Bank Guarantee	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE BB- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	3.24	ACUITE BB- (Issuer not co-operating*)
21 Jun 2016	Cash Credit	Long Term	18.00	ACUITE BB- | Stable (Assigned)
	Term Loan	Long Term	6.76	ACUITE BB- | Stable (Assigned)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	3.24	ACUITE BB- | Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Karur Vysya Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Karur Vysya Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.24	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Karur Vysya Bank	Not Applicable	Term Loan	Not available	Not available	Not available	6.76	ACUITE B+ | Reaffirmed | Issuer not co-operating*

Contacts

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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.