

## Press Release

Shakthi Tech Manufacturing India Private Limited

September 16, 2022



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

| Product                            | Quantum (Rs. Cr) | Long Term Rating   | Short Term Rating  |
|------------------------------------|------------------|--|--|
| Bank Ratings Loan                  | 38.00            | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* | -  |
| Bank Ratings Loan                  | 7.30             | -  | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 0.00             | -  | -  |
| Total Withdrawn Quantum (Rs. Cr)   | 45.30            | -  | -  |

### Rating Rationale

Acuite has reaffirmed & withdrawn its long term rating and short term rating of 'ACUITE D' (read as ACUITE D) on the Rs.45.30 crore bank facilities of Shakthi Tech Manufacturing India Private Limited.

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

### About the Company

Shakthi Tech Manufacturing India Private Limited is a Tamil Nadu based company, incorporated on July 02, 2013. The Directors are Mr. M. Angou and Mrs. Usha Angou. The company is engaged in manufacturing and exporting of machined casting and pump parts. The company currently has 4 units. The units are in Coimbatore (Tamil Nadu). The company caters mainly to Indian railways, defense sector and exports to countries such as USA, Italy, Canada and UK.

### 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 noncooperation 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

### About the Rated Entity - Key Financials

The entity has not shared the latest financials for Acuite to comment upon

### Rating Sensitivity

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 Available.

### Other Factors affecting Rating

None

### Status of non-cooperation with previous CRA

None

### Any other information

Acuite 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>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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                       |
|-------------|--------------------------------|------------|-----------------|--------------------------------------|
| 10 Aug 2021 | Term Loan                      | Long Term  | 10.80           | ACUITE D ( Issuer not co-operating*) |
|             | Term Loan                      | Long Term  | 2.20            | ACUITE D ( Issuer not co-operating*) |
|             | Term Loan                      | Long Term  | 22.50           | ACUITE D ( Issuer not co-operating*) |
|             | Packing Credit                 | Short Term | 2.00            | ACUITE D ( Issuer not co-operating*) |
|             | Bank Guarantee                 | Short Term | 3.30            | ACUITE D ( Issuer not co-operating*) |
|             | Bills Discounting              | Short Term | 2.00            | ACUITE D ( Issuer not co-operating*) |
|             | Cash Credit                    | Long Term  | 2.50            | ACUITE D ( Issuer not co-operating*) |

|             |                   |            |       |  |
|-------------|-------------------|------------|-------|--|
| 12 May 2020 | Packing Credit    | Short Term | 2.00  | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Bills Discounting | Short Term | 2.00  | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Cash Credit       | Long Term  | 2.50  | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Term Loan         | Long Term  | 22.50 | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Term Loan         | Long Term  | 10.80 | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Term Loan         | Long Term  | 2.20  | ACUITE D (Downgraded and Issuer not co-operating*) |
|             | Bank Guarantee    | Long Term  | 3.30  | ACUITE D (Downgraded and Issuer not co-operating*) |
| 25 Feb 2019 | Term Loan         | Long Term  | 10.80 | ACUITE D (Downgraded from ACUITE BB )              |
|             | Bills Discounting | Short Term | 2.00  | ACUITE D (Downgraded from ACUITE A4+)              |
|             | Term Loan         | Long Term  | 2.20  | ACUITE D (Downgraded from ACUITE BB )              |
|             | Bank Guarantee    | Short Term | 3.30  | ACUITE D (Downgraded from ACUITE A4+)              |
|             | Term Loan         | Long Term  | 22.50 | ACUITE D (Assigned)                                |
|             | Cash Credit       | Long Term  | 2.50  | ACUITE D (Downgraded from ACUITE BB )              |
|             | Packing Credit    | Short Term | 2.00  | ACUITE D (Downgraded from ACUITE A4+)              |
| 28 Feb 2018 | Cash Credit       | Long Term  | 2.50  | ACUITE BB   Stable (Reaffirmed)                    |
|             | Term Loan         | Long Term  | 10.80 | ACUITE BB   Stable (Reaffirmed)                    |
|             | Term Loan         | Long Term  | 2.20  | ACUITE BB   Stable (Assigned)                      |
|             | Packing Credit    | Short Term | 2.00  | ACUITE A4+ (Reaffirmed)                            |
|             | Bills Discounting | Short Term | 2.00  | ACUITE A4+ (Assigned)                              |
|             |                   | Short      |       |  |
| 28 Sep 2017 | Letter of Credit  | Term       | 22.50 | ACUITE A4+ (Assigned)                              |
|             | Bank Guarantee    | Short Term | 3.30  | ACUITE A4+ (Assigned)                              |
|             | Cash Credit       | Long Term  | 5.50  | ACUITE BB (Issuer not co-operating*)               |
| 25 Jun 2016 | Term Loan         | Long Term  | 10.80 | ACUITE BB (Issuer not co-operating*)               |
|             | Packing Credit    | Short Term | 2.00  | ACUITE A4+ (Issuer not co-operating*)              |
|             | Cash Credit       | Long Term  | 5.50  | ACUITE BB   Stable (Assigned)                      |
| 25 Jun 2016 | Term Loan         | Long Term  | 10.80 | ACUITE BB   Stable (Assigned)                      |
|             | Packing Credit    | Short Term | 2.00  | ACUITE A4+ (Assigned)                              |

## Annexure - Details of instruments rated

| Lender's Name | ISIN           | Facilities           | Date Of Issuance | Coupon Rate    | Maturity Date  | Quantum (Rs. Cr.) | Rating   |
|---------------|----------------|----------------------|------------------|----------------|----------------|-------------------|--|
| Canara Bank   | Not Applicable | Bank Guarantee (BLR) | Not Applicable   | Not Applicable | Not Applicable | 3.30              | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | Bills Discounting    | Not Applicable   | Not Applicable | Not Applicable | 2.00              | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | Cash Credit          | Not Applicable   | Not Applicable | Not Applicable | 2.50              | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | PC/PCFC              | Not Applicable   | Not Applicable | Not Applicable | 2.00              | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | Term Loan            | Not available    | Not available  | Not available  | 22.50             | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | Term Loan            | Not available    | Not available  | Not available  | 10.80             | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |
| Canara Bank   | Not Applicable | Term Loan            | Not available    | Not available  | Not available  | 2.20              | ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating* |

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|---|--|
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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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