

Press Release

Paltech Cooling Towers & Equipments Limited

April 14, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 28.00 Cr #
Long Term Rating	ACUITE C 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.

Acuité has reviewed the long term rating of '**ACUITE C**' (**read as ACUITE C**) and short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 28.00 crore bank facilities of Paltech Cooling Towers & Equipments Limited (PCTEL). This rating is now an indicative rating and is based on best available information.

This Haryana-based company was incorporated in 1986 by Mr H P Yadav. The company is involved in the production of cooling towers, water treatment systems and chilling plants for government and nongovernment entities in the domestic and overseas markets. It has three manufacturing units in Mewat district, Haryana. Paltech is a member of the Cooling Technology Institute (CTI), USA and is ISO 9001:2008, ISO 14001:2004 and OHSAS18001:2007 certified.

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 continues to be 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-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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 requests.

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
29 January, 2019	Cash Credit I	Long Term	9.00	ACUITE C

	Cash Credit II	Long Term	4.50	Issuer not co-operating*
	Standby line of Credit	Long Term	1.35	ACUITE C Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.30	ACUITE C Issuer not co-operating*
	Letter of Credit	Short Term	1.00	ACUITE A4 Issuer not co-operating*
	Bank Guarantee I	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Bank Guarantee II	Short Term	5.01	ACUITE A4 Issuer not co-operating*
	Bank Guarantee III	Short Term	0.84	ACUITE A4 Issuer not co-operating*
	Cash Credit I	Long Term	9.00	ACUITE C (Downgraded)
16 February 2018	Cash Credit II	Long Term	4.50	ACUITE C (Downgraded)
	Standby line of Credit	Long Term	1.35	ACUITE C (Downgraded)
	Proposed Long Term Loan	Long Term	0.30	ACUITE C (Downgraded)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee I	Short Term	6.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee II	Short Term	5.01	ACUITE A4 (Reaffirmed)
	Bank Guarantee III	Short Term	0.84	ACUITE A4 (Reaffirmed)

#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 I	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE C Issuer not co-operating*
Cash Credit II	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE C Issuer not co-operating*
Standby line of Credit	Not Applicable	Not Applicable	Not Applicable	1.35	ACUITE C Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE C Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Issuer not co-operating*
Bank Guarantee I	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 Issuer not co-operating*
Bank Guarantee II	Not Applicable	Not Applicable	Not Applicable	5.01	ACUITE A4 Issuer not co-operating*
Bank Guarantee III	Not Applicable	Not Applicable	Not Applicable	0.84	ACUITE A4 Issuer not co-operating*

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

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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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