



Press Release

Paltech Cooling Towers & Equipments Limited

July 25, 2023

Rating Reaffirmed & Withdrawn, Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	14.85	ACUITE C Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	0.30	Not Applicable Withdrawn	-
Bank Ratings Loan	12.85	-	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	28.00	-	-

Rating Rationale

Acuite has reaffirmed & withdrawn its long term rating to '**ACUITE C**' (read as **ACUITE C**)' on the Rs 14.85 crore bank facilities. Acuite has reaffirmed & withdrawn the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) on Rs 12.85 crore bank facilities. The long term rating is withdrawn on Rs 0.30 crore bank facilities of Paltech Cooling Towers & Equipments Limited.

The rating continues to be flagged as "Issue Not Cooperating" and is based on the best available information. The rating is being withdrawn on account of the request received from the firm and the NOC received from the banker as per Acuite's policy on withdrawal of ratings.

About the Company

Haryana-based, PCTEL 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:

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). 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.

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 Applicable

Other Factors affecting Rating

None

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>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
03 Oct 2022	Standby Line of Credit	Long Term	1.35	ACUITE C (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.84	ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE C (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.30	ACUITE C (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE C (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.00	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	5.01	ACUITE A4 (Issuer not co-operating*)
13 Jul 2021	Bank Guarantee	Short Term	5.01	ACUITE A4 (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.30	ACUITE C (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.84	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE C (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Standby Line of Credit	Long Term	1.35	ACUITE C (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE C (Issuer not co-operating*)
14 Apr 2020	Bank Guarantee	Short Term	6.00	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.84	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE C (Issuer not co-operating*)
	Standby Line of Credit	Long Term	1.35	ACUITE C (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	5.01	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE C (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.30	ACUITE C (Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	6.00	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	5.01	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	0.84	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	9.00	ACUITE C Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	4.50	ACUITE C Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	1.00	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	Simple	0.30	Not Applicable Withdrawn
State Bank of India	Not Applicable	Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	1.35	ACUITE C Reaffirmed & Withdrawn Issuer not co-operating*

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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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