

Press Release

Desai Electronics Private Limited

December 09, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 12.00 Cr.#
Long Term Rating	ACUITE BB (Downgraded from ACUITE BBB+) Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has downgraded long-term rating to '**ACUITE BB**' (read as **ACUITE Double B**) from '**ACUITE BBB+**' (read as **ACUITE Triple B plus**) on the Rs. 12.00 crore bank facilities of DESAI ELECTRONICS PRIVATE LIMITED. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Desai Electronics Private Limited (DEPL) is a market leader in the manufacturing of Plastic Film Capacitors for the fan industry for over 12 years. It is based out of Pune and has an installed capacity of 200 million capacitors of per annum.

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 due date.

Acuite 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-17.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-4.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). 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 rated entity has not shared the latest financial statements despite repeated requests.

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

Not Applicable

Any other information

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
05-Jan-19	Cash Credit	Long Term	12.00	ACUITE BBB+ (Indicative)
01-Nov-17	Cash Credit	Long Term	12.00	ACUITE BBB+ (Indicative)

***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	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB (Downgraded from ACUITE BBB+) Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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