

Press Release

Sonodyne Technologies Private Limited

February 16, 2021

Rating Update



Total Bank Facilities Rated*	Rs.13.90 Cr
Long Term Rating	ACUITE BB+ (Downgraded and Indicative)
Short Term Rating	ACUITE A4+ (Downgraded and Indicative)

Refer Annexure for details

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

Rating Rationale

Acuite has downgraded the long-term rating of '**ACUITE BBB-**' (read as **ACUITE triple B minus**) to '**ACUITE BB+**' (read as **ACUITE double B plus**) and the short term rating of '**ACUITE A3**' (read as **ACUITE A three**) to **ACUITE A4+ (read as ACUITE A four plus)** on the Rs.13.90 crore bank facilities of Sonodyne Technologies Private Limited. This rating is now an indicative rating and is based on best available information. The downgrade is due to information risk.

Incorporated in 2006, Sonodyne Technologies Private Limited (STPL) is a Kolkata-based company promoted by Mr. Ashok Kumar Mukherjee. STPL is engaged in the business of speakers and sound producing apparatus.

Sonodyne Electronics Company Private Limited has been merged with Sonodyne Technologies Private Limited with effect from April 1, 2017.

Incorporated in 1960, Sonodyne International Private Limited (SIPL) is a Kolkata-based company, which is a part of Sonodyne Group promoted by Mr. Ashok Kumar Mukherjee. SIPL is engaged in the business of manufacturing and export of amplifiers, power amplifiers, audio distribution amplifiers, high power amplifiers, QSC amplifiers and professional amplifiers, among others for high quality audio system.

Analytical Approach

Acuite has consolidated the business and financial risk profiles of Sonodyne Technologies Private Limited (STPL) and Sonodyne International Private Limited (SIPL) (referred to as the Sonodyne Group), owing to the similarities in the lines of business, significant operational and financial linkages and common management. Extent of consolidation: Full.

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.

The rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Consolidation Of Companies - <https://www.acuite.in/view-rating-criteria-60.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). ACUI TE endeavored to gather information about the entity / industry from the public domain. Therefore, ACUI TE cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators:

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

Rating Sensitivity:

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

About the Rated Entity - Key Financials

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

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

Not applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
09-Dec-2020	Export Packing Credit	Long Term	3.50	ACUI TE BBB- (Indicative)
	Cash Credit	Long Term	3.55	ACUI TE BBB- (Indicative)
	Term Loan	Long Term	4.89	ACUI TE BBB- (Indicative)
	Bank Guarantee	Short Term	0.90	ACUI TE A3 (Indicative)
	Letter of Credit	Short Term	0.25	ACUI TE A3 (Indicative)
	Proposed	Short Term	0.81	ACUI TE A3 (Indicative)
16-Sep-2019	Export Packing Credit	Long Term	3.50	ACUI TE BBB-/Stable (Reaffirmed)
	Stand By Line of Credit	Short Term	0.50	ACUI TE A3 (Withdrawn)
	Cash Credit	Long Term	3.55	ACUI TE BBB-/Stable (Assigned)
	Term Loan	Long Term	4.89	ACUI TE BBB-/Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.90	ACUI TE A3 (Reaffirmed)
	Letter of Credit	Short Term	0.25	ACUI TE A3 (Reaffirmed)
	Proposed	Short Term	0.81	ACUI TE A3 (Reaffirmed)
	Export Packing Credit	Long Term	3.50	ACUI TE BBB- (Issuer not cooperating)
	Stand By Line of Credit	Short Term	0.50	ACUI TE A3 (Issuer not cooperating)

28-Mar-2019	Term Loan	Long Term	3.50	ACUITE BBB- (Issuer not cooperating)
	Bank Guarantee	Short Term	0.10	ACUITE A3 (Issuer not cooperating)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Issuer not cooperating)
	Proposed Bank Facility	Short Term	0.30	ACUITE A3 (Issuer not cooperating)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Export Packing Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE BB+ (Downgraded and Indicative)
Term loan	Nov,2019	10.75	May,2025	4.89	ACUITE BB+ (Downgraded and Indicative)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.55	ACUITE BB+ (Downgraded and Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.90	ACUITE A4+ (Downgraded and Indicative)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4+ (Downgraded and Indicative)
Proposed	Not Applicable	Not Applicable	Not Applicable	0.81	ACUITE A4+ (Downgraded and Indicative)

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

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About Acuite Ratings & Research:

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