

Press Release

MTAR Technologies Private Limited (MTPL)

15 November, 2017



Rating Update

| | |
|---------------------------------------|--------------------------------------|
| Total Bank Facilities Rated* | Rs.134.00 Cr |
| Long Term Rating (Indicative) | SMERA B Issuer not co-operating* |
| Short Term Rating (Indicative) | SMERA A4 Issuer not co-operating* |

#Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA B' (read as SMERA B)** and short-term rating of '**SMERA A4' (read as SMERA A four)** on the Rs.134.00 crore bank facilities of Mtar Technologies Private Limited (MTPL). This is an indicative rating.

Non-cooperation by the issuer/borrower: SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer/borrower failed to submit required documents before due date.

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

Applicable Criteria

- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Manufacturing entities: <https://www.smera.in/criteria-manufacturing.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). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity: MTPL, established in 1970, produces precision machined components for organisations like Vikram Sarabhai Space Centre and the Nuclear Power Corporation of India Limited.

In FY2016, MTPL reported profit after tax (PAT) of Rs.0.47 crore on net operating income of Rs.81.79 crore against a net loss of Rs.7.25 crore on a net operating income of Rs.84.15 crore.

Rating history for the last three years:

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|--------------|---------------------------------|------------|------------------|------------------------------|
| 19-Sept-2016 | Cash Credit | Long Term | 30.00 | SMERA B / Stable (Assigned) |
| | Proposed EPC/PCFC | Short Term | 14.00 | SMERA A4 (Assigned) |
| | Letter of Credit | Short Term | 5.00 | SMERA A4 / Stable (Assigned) |
| | Bank Guarantee | Short Term | 85.00 | SMERA A4 / Stable (Assigned) |

Annexure –Details of instruments rated:

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings |
|------------------------|------------------|-------------|---------------|-------------------------------|--------------------------------------|
| Cash Credit | NA | NA | NA | 30.00 | SMERA B Issuer not co-operating* |
| Proposed EPC/PCFC | NA | NA | NA | 14.00 | SMERA A4 Issuer not co-operating* |
| Letter of Credit | NA | NA | NA | 5.00 | SMERA A4 Issuer not co-operating* |
| Bank Guarantee | NA | NA | NA | 85.00 | SMERA A4 Issuer not co-operating* |

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

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