

Press Release

Modern Transformers Private Limited

June 10, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	14.00	ACUITE BB Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	46.00	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	60.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB**' (read as **ACUITE double B**) and reviewed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 60.00 crore bank facilities of Modern Transformers Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Modern Transformers Private Limited (MTPL) was incorporated in 1989 by Mr. Dinesh Kumar Agarwal at Delhi. MTPL is engaged in the manufacturing of Copper and Aluminum wound Transformers for distribution, power transformers, industrial and special purpose transformers and electronic energy meters, etc. The current directors of MTPL are Mr. Ankit Agarwal, Mr. Dinesh Kumar and Mrs. Chanchal Rani. One manufacturing facility of MTPL is located in Haridwar and two facilities are located at Ghaziabad.

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. This rating is therefore being flagged as "Issuer notcooperating", 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). Acuite endeavoured 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.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

ICRA vide its press release dated 24 December, 2021, has mentioned the rating of Modern Transformers Private Limited (MTPL) to 'ICRA B+/Stable' and 'ICRA A4' (Issuer Not Cooperating) as on 24 December, 2021.

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
12 Mar 2021	Proposed Cash Credit	Long Term	5.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	23.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	18.00	ACUITE A4+ (Issuer not co-operating*)
24 Dec 2019	Bank Guarantee	Short Term	23.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BB+ (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE BB+ (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)

	Cash Credit	Long Term	4.50	ACUITE BB+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	18.00	ACUITE A4+ (Issuer not co-operating*)
24 Apr 2019	Bank Guarantee	Short Term	23.00	ACUITE A3 (Issuer not co-operating*)
	Bank Guarantee	Short Term	18.00	ACUITE A3 (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A3 (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BBB- (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BBB- (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	5.00	ACUITE BBB- (Issuer not co-operating*)
12 Feb 2018	Cash Credit	Long Term	4.50	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	4.50	ACUITE BBB- Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	18.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	23.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A3 (Reaffirmed)
21 Oct 2016	Cash Credit	Long Term	8.50	ACUITE BBB- Stable (Assigned)
	Proposed Cash Credit	Long Term	6.50	ACUITE BBB- Stable (Assigned)
		Short		
	Bank Guarantee	Term	28.00	ACUITE A3 (Assigned)
	Proposed Bank Guarantee	Short Term	7.00	ACUITE A3 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Kotak Mahindra Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	23.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
RBL Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB Reaffirmed Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB Reaffirmed 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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