

## Press Release

### MAC Machine Tools and Automation

December 13, 2021



#### Rating Reaffirmed and Issuer not co-operating

| Product                  | Initial Quantum (Rs. Cr.) | Net Quantum (Rs. Cr) | Long Term Rating                                  | Short Term Rating                                 |
|--------------------------|---------------------------|----------------------|---|---|
| <b>Bank Loan Ratings</b> | 1.50                      | 1.50                 |   | ACUITE A4   Reaffirmed   Issuer not co-operating* |
| <b>Bank Loan Ratings</b> | 4.50                      | 4.50                 | ACUITE B+   Reaffirmed   Issuer not co-operating* |   |
| <b>Total</b>             | -                         | 6.00                 | -   | -   |

#### Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and the short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 6.00 crore bank facilities of Mac Machine Tools and Automation(BLR). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

#### About the Company

Karanataka based - MAC Machine Tools and Automation (MAC) was established in 1991 as a proprietorship firm by Mr. Nagarajan. MAC offers industrial automation solutions to end-users in various industries including Automobile, Automotive, FMCG, Software and Manufacturing. It provides solutions including Machine, Tools, Support, and Process know-how, to add value to the manufacturing operations of the customers. MAC is an authorised Factory Automation Channel partner of Mitsubishi Electric India Pvt. Ltd and has introduced new technological solutions using IIOT (industrial internet of things) solutions, smart factory and smart manufacturing.

#### Non-cooperation by the issuer/borrower:

Acuité 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an 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 Acuité's policies.

#### Applicable Criteria

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

### **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**

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**

| <b>Date</b> | <b>Name of Instruments/Facilities</b> | <b>Term</b> | <b>Amount (Rs. Cr)</b> | <b>Rating/Outlook</b>                |
|-------------|---------------------------------------|-------------|------------------------|--------------------------------------|
| 09 Sep 2020 | Secured Overdraft                     | Long Term   | 4.50                   | ACUITE B+ (Issuer not co-operating*) |
|             | Bank Guarantee                        | Short Term  | 1.50                   | ACUITE A4 (Issuer not co-operating*) |
| 02 Jul 2019 | Secured Overdraft                     | Long Term   | 4.50                   | ACUITE B+   Stable (Assigned)        |
|             | Bank Guarantee                        | Short Term  | 1.50                   | ACUITE A4 (Assigned)                 |

**Annexure - Details of instruments rated**

| <b>Lender's Name</b> | <b>ISIN</b>    | <b>Facilities</b>                  | <b>Date Of Issuance</b> | <b>Coupon Rate</b> | <b>Maturity Date</b> | <b>Initial Quantum (Rs. Cr.)</b> | <b>Net Quantum (Rs. Cr.)</b> | <b>Rating</b>   |
|----------------------|----------------|------------------------------------|-------------------------|--------------------|----------------------|----------------------------------|------------------------------|---|
| Canara Bank          | Not Applicable | Bank Guarantee/Letter of Guarantee | Not Applicable          | Not Applicable     | Not Applicable       | 1.50                             | 1.50                         | ACUITE A4<br> <br>Reaffirmed   Issuer not co-operating* |
| Canara Bank          | Not Applicable | Overdraft                          | Not Applicable          | Not Applicable     | Not Applicable       | 4.50                             | 4.50                         | ACUITE B+<br> <br>Reaffirmed   Issuer not co-operating* |

## Contacts

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### About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 8,850 credit 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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