

Press Release

Indfab Projects Private Limited (IPPL)

May 10, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 28.00 Cr.#
Long Term Rating (Indicative)	ACUITE B+ Issuer not co-operating*
Short Term Ratings (Indicative)	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Acuite has reviewed the long term rating of '**ACUITE B+** (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A4**) on the Rs.28.00 crore bank facilities of Indfab Projects Private Limited . This rating is now an indicative rating and is based on best available information.

Incorporated in 2005, Indfab Projects Private Limited (IPPL) carries out Engineering, Procurement and Construction (EPC) work in the aluminium industry. It is promoted by Mr. Ashis Palit, Mr. Prabhat Palit and Mr. Kaushik Palit. Mr. Prabhat Palit, who is an engineer by profession, has a prior experience of working in a joint venture with Indian Ropeway Engineering Limited (IREL) from 2002 to 2005. The company's current operations are being actively managed by Mr. Ashis Palit. The company requires raw materials like steel, oxygen gas, electrode welding gas etc. for its erection and installation works which is provided mainly by the clients, for other raw materials which are not so provided, it procures them on a credit of 15 to 30 days from the suppliers. IPPL's major clients include NALCO, HINDALCO, Vedanta Ltd and Mahanadi Coalfield Limited. It gets contract work mainly on a tender basis. Collections are made by raising bills as the project progresses normally on a monthly basis with realisation being made in 15 days.

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 required documents before due date.

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

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). 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.

About the rated entity - Key Financials

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

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
February 13, 2018	Fund Based Working Capital	Long Term	INR 2.00	ACUITE B+ / Stable Issuer not co-operating*
	Proposed Fund Based Working Capital	Long Term	INR 2.00	ACUITE B+ / Stable Issuer not co-operating*
	Bank Guarantee	Short Term	INR 20.00	ACUITE A4 Issuer not co-operating*
	Proposed Bank Guarantee	Short Term	INR 4.00	ACUITE A4 Issuer not co-operating*
02-Dec-2016	Fund Based Working Capital	Long Term	INR 2.00	ACUITE B+ / Stable (Assigned)
	Proposed Fund Based Working Capital	Long Term	INR 2.00	ACUITE B+ / Stable (Assigned)
	Bank Guarantee	Short Term	INR 20.00	ACUITE A4 (Assigned)
	Proposed Bank Guarantee	Short Term	INR 4.00	ACUITE A4 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Fund Based Working Capital	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Issuer not co-operating*
Proposed Fund Based Working Capital	Not Applicable	Not Applicable	Not Applicable	2.00	Acuite B+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	20.00	Acuite A4 Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	4.00	Acuite A4 Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings 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 6,000 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 Mumbai.

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