

Press Release

Indfab Projects Private Limited

October 27, 2021

Rating Update



| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 28.00 Cr.# |
| Long Term Rating | ACUITE B+ Issuer not co-operating* |
| Short Term Rating | 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 short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 28.00 crore bank facilities of Indfab Projects Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company:

Incorporated in 2005, Located in Odisha, India, 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 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 are 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 such information before the due date.

This 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>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.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). Acuite endeavored 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.

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 requests.

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

None

Any other information

Acuite 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 |
|-------------|-------------------------------------|------------|-----------------|--|
| 31st Jul 20 | Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Proposed Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 20.00 | ACUITE A4 Issuer not co-operating * |
| | Proposed Bank Guarantee | Short Term | 4.00 | ACUITE A4 Issuer not co-operating * |
| 10th May 19 | Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Proposed Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 20.00 | ACUITE A4 Issuer not co-operating * |
| | Proposed Bank Guarantee | Short Term | 4.00 | ACUITE A4 Issuer not co-operating * |
| 13th Feb 18 | Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Proposed Fund Based Working Capital | Long term | 2.00 | ACUITE B+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 20.00 | ACUITE A4 Issuer not co-operating * |
| | Proposed Bank Guarantee | Short Term | 4.00 | ACUITE A4 Issuer not co-operating * |

*Annexure – Details of instruments rated

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