

Press Release

Pollutech Engineering

16 December, 2019

Rating Downgrade & Withdrawn



| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs. 20.00 Cr. |
| Long Term Rating | ACUITE BB+ Issuer non-cooperating* (Downgraded & Withdrawn) |
| Short Term Rating | ACUITE A4+ Issuer non-cooperating* (Downgraded & Withdrawn) |

* Refer Annexure for details

Rating Rationale

Acuite has downgrade and withdrawn the long term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) and short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.20.00 crore bank facilities of Pollutech Engineering. The rating downgrade is on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC from the Bankers.

PE was established in 1995 by Mr. Dilip Kumar Tripathi as a proprietary concern and converted into a partnership firm in 2005. In 2003, the firm entered into an agreement with Volvo India Private Limited (Volvo) for distribution of earthmoving equipment. PE is the sole dealer of Volvo equipment in Orissa with 6 branches, 19 onsite service points and a workshop at Bhuvaneswar. The firm also undertakes sales of spares and servicing of construction equipment's.

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 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-17.htm>
- Trading Entities- <https://www.acuite.in/view-rating-criteria-6.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 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 attempts.

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

None

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 (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|--------------|---------------------------------|------------|-----------------|---|
| 08-July-2019 | Cash Credit | Long Term | 13.00 | ACUITE BBB- Issuer not co-operating* |
| | Term Loan | Long Term | 5.00 | ACUITE BBB- Issuer not co-operating* |
| | Letter of Credit | Short Term | 2.00 | ACUITE A3 Issuer not co-operating* |
| 12-Apr-2018 | Cash Credit | Long Term | 13.00 | ACUITE BBB- Issuer not co-operating* |
| | Term Loan | Long Term | 5.00 | ACUITE BBB- Issuer not co-operating* |
| | Letter of Credit | Short Term | 2.00 | ACUITE A3 Issuer not co-operating* |
| 25-Apr-2017 | Cash Credit | Long Term | 13.00 | ACUITE BBB-/Stable (Upgraded) |
| | Term Loan | Long Term | 5.00 | ACUITE BBB-/Stable (Upgraded) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A3 (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 |
|------------------------|------------------|----------------|----------------|-------------------------------|---|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 13.00 | ACUITE BB+ Issuer not co-operating* (Downgrade & Withdrawn) |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE BB+ Issuer not co-operating* (Downgrade & Withdrawn) |

| | | | | | |
|------------------|----------------|----------------|----------------|------|---|
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE A4+ Issuer not co-operating* (Downgrade & Withdrawn) |
|------------------|----------------|----------------|----------------|------|---|

Contacts:

| Analytical | Rating Desk |
|---|---|
| <p>Pooja Ghosh Head- Corporate and Infrastructure Sector Tel: 033-66201203 pooja.ghosh@acuite.in</p> <p>Abhishek Dey Rating Analyst Tel: 033-66201208 abhishek.dey@acuiterratings.in</p> | <p>Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in</p> |

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.