

Press Release

Eastman Mettcast Limited

December 16, 2021



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|-------------------|------------------|---|---|
| Bank Loan Ratings | 2.00 | | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Bank Loan Ratings | 15.00 | ACUITE B+ Reaffirmed Issuer not co-operating* | |
| Total | 17.00 | - | - |

Rating Rationale

Acuite 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. 17.00 crore bank facilities of Eastman Mettcast Limited (EML). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Ludhiana-based, EML was incorporated in 2006 by Mr. Jagdeep Singal and his family as Swift Mettcast Limited. In January 2013, the company was taken over by Mr. Subhash Goel and his family. The name was changed to Eastman Mettcast Limited (EML) and they manage the operations of the company. The company is engaged in the business of manufacturing of auto component of heavy vehicle and twowheelers such as gear-box, clutch braking system and clutch cover, among others. Currently, the promoters of the company are Mr. Gaurav Goel, Mrs. Vinita Subhash and Mr. Karan Goel.

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

- 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). 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.

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

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

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|------------|-----------------|--------------------------------------|
| 30 Sep 2020 | Cash Credit | Long Term | 15.00 | ACUITE B+ (Issuer not co-operating*) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A4 (Issuer not co-operating*) |
| 09 Jul 2019 | Cash Credit | Long Term | 15.00 | ACUITE B+ (Issuer not co-operating*) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A4 (Issuer not co-operating*) |
| 12 Apr 2018 | Cash Credit | Long Term | 15.00 | ACUITE B+ (Issuer not co-operating*) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A4 (Issuer not co-operating*) |
| 17 Feb 2017 | Cash Credit | Long Term | 15.00 | ACUITE B+ Stable (Assigned) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A4 (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Initial Quantum (Rs. Cr.) | Quantum (Rs. Cr.) | Rating |
|---------------------|----------------|------------------|------------------|----------------|----------------|---------------------------|-------------------|---|
| State Bank of India | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 15.00 | 15.00 | ACUITE B+ Reaffirmed Issuer not co- operating* |
| State Bank of India | Not Applicable | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | 2.00 | ACUITE A4 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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