

Press Release

Sri Lakshmi Ganapathi Engineering Works

January 12, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	9.00	ACUITE B+ Reaffirmed Issuer not co-operating*	
Total	9.00	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) on the Rs. 9.00 crore bank facilities of Sri Lakshmi Ganapathi Engineering Works. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Sri Lakshmi Ganapathi Engineering Works (SLGEW) was established in 1977 by Mr. K. Subramanyam. The firm is engaged in the manufacture of domestic and agricultural pumps with an installed capacity of 4000000 pump sets per annum. The manufacturing facility is located at Guntur district, Andhra Pradesh.

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.

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

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 endeavoured 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 attempts.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

None.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable.

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.

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
28 Oct 2020	Term Loan	Long Term	2.60	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	6.40	ACUITE B+ (Downgraded and Issuer not co-operating*)
02 Aug 2019	Cash Credit	Long Term	6.40	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	2.60	ACUITE BB- (Issuer not co-operating*)
07 May 2018	Cash Credit	Long Term	6.40	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	2.60	ACUITE BB- (Issuer not co-operating*)
20 Mar 2017	Cash Credit	Long Term	6.40	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	2.60	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.40	ACUITE B+ Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	2.60	ACUITE B+ Reaffirmed Issuer not co-operating*

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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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