

Press Release

R. P. M. Engineers (India) Limited

May 17, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 16.00 Cr. #
Long Term Rating	ACUITE BB- 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.

Acuité has reviewed long-term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (**read as 'ACUITE A four plus'**) on the Rs. 16.00 crore bank facilities of R. P. M. Engineers (India) Limited (RPM). This rating is now an indicative rating and is based on best available information.

RPM was established in 1975 as a proprietary concern and converted to private limited in 1997. The company is led by Directors, Mr. Ramprasad Divya, Mr. Mahadevan Ramprasad, Ms. Raji Ramprasad Iyer, Ms. Pavithra Ramprasad and Mr. Niranjan Ramprasad. The day-to-day operations are led by Mr. M Ramprasad (Managing Director) and Mr. R Niranjan (Technical Manager). Its products include dairy equipment such as roller conveyor, can/crate conveyor, can tipping bar, can drip saver and electronic weigh scale with weigh bowl among others. The manufacturing facilities are in Guindy (Tamil Nadu).

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 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/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments- <https://www.acuite.in/view-rating-criteria-40.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 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 requests.

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
05-Mar-2018	Cash Credit	Long Term	2.10	ACUITE BB-/Stable (Upgraded from ACUITE B+/Stable)
	Standby line of credit	Short Term	0.20	ACUITE A4+ (Upgraded from ACUITE A4)
	Term Loan	Long Term	0.20 (Revised from Rs. 0.46 Cr.)	ACUITE BB-/Stable (Upgraded from ACUITE B+/Stable)
	Term Loan	Long Term	3.50	ACUITE BB-/Stable (Assigned)
	Corporate Loan	Long Term	0.17	ACUITE B+/Stable (Withdrawn)
	SME Care Loan	Long Term	0.42	ACUITE B+/Stable (Withdrawn)
	Proposed Bank Facility	Long Term	2.50	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	7.50 (Revised from Rs. 6.50 Cr.)	ACUITE A4+ (Upgraded from ACUITE A4)
10-Mar-2017	Cash Credit	Long Term	2.10	ACUITE B+/Stable (Assigned)
	Standby line of credit	Long Term	0.20	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.46	ACUITE B+/Stable (Assigned)
	Corporate Loan	Long Term	0.17	ACUITE B+/Stable (Assigned)
	SME Care Loan	Long Term	0.42	ACUITE B+/Stable (Assigned)
	Proposed Term Loan	Long Term	4.15	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Short Term	6.50	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.10	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE BB- Issuer not co-operating**
Standby line of credit	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE A4+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE BB- Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	7.50	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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