Press Release

R. P. M. Engineers (India) Limited

Aug 05, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 16.00 Cr #
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+)

#Refer Annexure for details
**The issuer did not co-operate; based on best available information.*

Acuité has downgraded the long term rating to '**ACUITE B+**' **(read as ACUITE B plus)** from '**ACUITE BB-' (read as ACUITE BB minus)** and the short term rating to **'ACUITE A4' (read as ACUITE A four)** from **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs. 16.00 crore bank facilities of R.P.M. Engineers (India) Limited(RPM).The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

RPM was established in 1975 as a proprietary concern and converted to private limited in 1997. The company is led by Directors, Mr. RamprasadDivya, 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).

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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
17 May, 2019	Cash Credit	Long Term	2.10	ACUITE BB- Issuer not co-operating*
	Standby line of credit	Short Term	0.20	ACUITE A4 + Issuer not co-operating*
	Term Loan	Long Term	3.50	ACUITE BB- Issuer not co-operating*
	Term Loan	Long Term	0.20	ACUITE BB- Issuer not co-operating*
	Proposed Bank Facility	Long Term	2.50	ACUITE BB- Issuer not co-operating*
	Bank Guarantee	Short Term	7.50	ACUITE A4 + Issuer not co-operating*
09 March, 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	ACUITE BB-/Stable (Upgraded from ACUITE B+/Stable
	Term Loan	Long Term	3.50	ACUITE BB-/Stable (Assigned)
	Corporate Loan	Long Term	0.42	ACUITE B+/Stable (Withdrawn)
	SME Care Loan	Long Term	0.17	ACUITE B+/Stable (Withdrawn)
	Proposed Bank Facility	Long Term	2.50	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	7.50	ACUITE A4+ (Upgraded from ACUITE A4)
10 March, 2017	Cash Credit	Long Term	2.10	ACUITE B+/Stable (Assigned)
	Standby line of credit	Short Term	0.20	ACUITE A4 (Assigned)
	Term Loan	Long Term	0.46	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.17	ACUITE B+/Stable (Assigned)
	Corporate Loan	Long Term	0.42	ACUITE B+/Stable (Assigned)
	Proposed Long 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. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.10	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Standby line of credit	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE A4 Issuer not co-operating*

Term Loan	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ (Downgraded from 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 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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