Press Release

Preet Machines Limited

July 09, 2019

Rating Update

Total Bank Facilities Rated*	Rs.24.50 Cr.#
Long Term Rating (Indicative)	ACUITE BB+ Issuer not co-operating*
Short Term Rating (Indicative)	ACUITE A4+ Issuer not co-operating*

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

Acuité has reviewed the rating of **'ACUITE BB+' (read as ACUITE double B plus)** and **'ACUITE A4+' (read as ACUITE A four plus)** to the Rs. 24.50 crore bank facilities of Preet Machines Limited (PML). This rating is now an indicative rating and is based on best available information.

PML incorporated in 2001 by Mr. Chauhan and family is engaged in the manufacturing and commissioning of hot rolling mill plants. The company also installs components and machinery for Re Bar Rolling mill, TMT Bar Mill and Section Rolling Mill among others. The manufacturing facilities are located at Ghaziabad (Uttar Pradesh). For FY2015-16, the company reported profit after tax (PAT) of Rs.2.04 crore on operating income of Rs.105.86 crore, as compared with PAT of Rs.2.09 crore on operating income of Rs.128.30 crore in FY2014-15. The net worth stood at Rs.31.17 crore in FY2015-16 against Rs.29.13 crore a year earlier.

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/view-rating-criteria-17.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 endeavored 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
12 Apr, 2018	Cash Credit	Long Term	14.50	ACUITE BB+ Issuer not cooperating*
	Packing Credit	Short Term	10.00	ACUITE A4+ Issuer not cooperating*
15 Apr, 2017	Cash Credit	Long Term	14.50	ACUITE BB+ (Assigned)
	Packing Credit	Short Term	10.00	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	14.50	ACUITE BB+ Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ Issuer not cooperating*

The issuer did not co-operate; based on best available information.

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Charu Mahajan Analyst - Rating Operations Tel: 011-49731313 charu.mahajan@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in

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.