

Press Release

Vishwakarma Auto Parts Private Limited

August 13, 2018



Rating Review

Total Bank Facilities Rated*	Rs. 5.50 Crore#
Long Term Rating	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed 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**) to the bank facilities of Vishwakarma Auto Parts Private Limited (VAPPL). This rating is now an indicative rating and is based on best available information.

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 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-4.htm>
- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Consolidation of companies - <https://www.acuite.in/view-rating-criteria-22.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 endeavored 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.

About the Group:

Vishwakarma Auto Parts Private Limited and Vishwakarma Automotive Private Limited, established in 1985 and 2011 respectively, are part of the Vishwakarma Group. The group's manufacturing facilities are based out of Ballabhgarh in Faridabad (Haryana). Vishwakarma Automotive Private Limited (VAPL) took over Pranshu Appliances Private Limited in 2011 as a part of its backward integration plans. The company is into metal casting and it is used as a raw material for manufacturing of automotive parts. The company sells around 60 percent of products to Vishwakarma Auto Parts Private Limited (VAPPL).

For FY2016, the group reported profit after tax (PAT) of Rs.0.57 crore on operating income of Rs.35.60 crore as compared to PAT of Rs.0.40 crore on operating income of Rs.44.83 crore in FY2015. The net worth stood at Rs.13.66 crore as on March 31, 2016 against Rs.11.89 crore a year earlier.

About the Rated Entity – Key Financial Indicators:

For FY2016, the company reported profit after tax (PAT) of Rs.0.34 crore on operating income of Rs.33.60 crore, as compared with PAT of Rs.0.07 crore on operating income of Rs.17.74 crore in FY2015. The net worth stood at Rs.6.57 crore as on 31 March, 2016 against Rs.5.04 crore a year earlier.

Any other information:

Acuite 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. Crore)	Ratings/Outlook
23-Oct-2017	Cash Credit	Long Term	5.50	ACUITE B+/Stable (Reaffirmation)
24-Apr-2017	Cash Credit	Long Term	5.50	ACUITE B+/Stable (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	5.50	ACUITE B+ (Indicative)

Contacts

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About Acuite Ratings & Research:

Acuite 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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