

Press Release

Cipsatec India Private Limited

July 29, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	19.75	ACUITE BB- Downgraded Issuer not co-operating*	-
Bank Loan Ratings	21.00	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	40.75	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reaffirmed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.40.75 crore bank facilities of Cipsatec India Private Limited (CIPL). The rating continues to be flagged as "Issuer NotCooperating" and is downgraded on account of information risk.

About the Company

Established in 2005, CIPL manufactures PCBs. The Company Has its registered office in Tumkur. The Directors of CipsaTec India Private Limited are Mr Anil Gupta, Mr Tan Lian Siak, Mr Srinivasa Chakravarthy Bellamkonda, Mr Alok Garg and Mr Low Boon Kean. In 2013-14 (refers to financial year, April 1 to March 31), there was an equity stake sale by the company to M/s. Circuit Makers (S) Pte Ltd, which currently it owns 85 percent share in the company.

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 the due date.

Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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 Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

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

Material Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuite 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>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
30 Apr 2021	Cash Credit	Long Term	14.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bills Discounting	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	3.75	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	17.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.00	ACUITE BB (Downgraded and Issuer not co-operating*)
05 Feb 2020	Bills Discounting	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	17.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	14.00	ACUITE BB+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.00	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	3.75	ACUITE BB+ (Issuer not co-operating*)
	Cash Credit	Long Term	14.00	ACUITE BBB- (Issuer not co-operating*)
	Bills Discounting	Short Term	4.00	ACUITE A3 (Issuer not co-operating*)

09 Oct 2019	Term Loan	Long Term	3.75	ACUITE BBB- (Issuer not co-operating*)
	Letter of Credit	Short Term	17.00	ACUITE A3 (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.00	ACUITE BBB- (Issuer not co-operating*)
27 Jul 2018	Cash Credit	Long Term	14.00	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	3.75	ACUITE BBB- Stable (Reaffirmed)
	Bills Discounting	Short Term	4.00	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	17.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Facility	Long Term	2.00	ACUITE BBB- Stable (Assigned)
09 May 2017	Cash Credit	Long Term	10.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	5.00	ACUITE BBB- Stable (Assigned)
	Letter of Credit	Short Term	13.50	ACUITE A3 (Assigned)
	Post Shipment Credit	Short Term	4.00	ACUITE A3 (Assigned)
	Bills Discounting	Short Term	7.50	ACUITE A3 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Axis Bank	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE BB- Downgraded Issuer not co-operating*
Axis Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB- Downgraded Issuer not co-operating*
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.75	ACUITE BB- Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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