

**Press Release**  
**POWERTECH ENGINEERS**  
**June 28, 2024**



<b>Rating Downgraded &amp; Withdrawn, Reaffirmed &amp; Withdrawn and Issuer</b>			
<b>Product</b>	<b>Quantum (Rs. Cr)</b>	<b>Long Term Rating</b>	<b>Short Term Rat</b>
<b>Bank Loan Ratings</b>	2.00	ACUITE B   Downgraded & Withdrawn   Issuer not co-operating*	-
<b>Bank Loan Ratings</b>	28.00	-	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	30.00	-	-

**Rating Rationale**

Acuite has downgraded and withdrawn the long-term rating to 'ACUITE B' (read as ACUITE B) from 'ACUITE B+' (read as ACUITE B plus) and reaffirmed and withdrawn the short-term rating of 'ACUITE A4' (read as ACUITE A four) on the Rs. 30.00 crore bank facilities of Powertech Engineers. The rating continues to be flagged as "Issuer Not Cooperating" and is based on best available information and is downgraded on account of information risk.

The rating has been withdrawn on Acuite's policy of withdrawal of ratings as applicable to the respective facility / instrument. The rating has been withdrawn on account of the request received from the company, and the NOC received from the banker.

**About the Company**

Uttar Pradesh based, Powertech Engineers, established in 2004, is engaged in the installation of electric substations, electric lines, transmission towers and meters. The operations are currently limited to Uttar Pradesh and Bihar. The firm is currently owned and managed by Mr. Sudhir Agrawal, Mr. Rakesh Ahuja, Mr. S C Nautiyal, Mr. R P Srivastava and Mr. P K Bhatt.

**Unsupported Rating**

Not Applicable

**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 unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

**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 Press Release POWERTECH ENGINEERS Rating Reaffirmed & Withdrawn and Issuer not co-operating ratings is based.

#### **Rating Sensitivity**

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

#### **Liquidity Position**

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

#### **Outlook: Not Applicable**

#### **Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 20 (Actual)	FY 19 (Actual)
Operating Income	Rs. Cr.	142.34	123.59
PAT	Rs. Cr.	4.03	3.84
PAT Margin	(%)	2.83	3.10
Total Debt/Tangible Net Worth	Times	1.40	1.75
PBDIT/Interest	Times	2.47	2.64

## Status of non-cooperation with previous CRA

Not Applicable

## Any other information

None

## Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 May 2023	Bank Guarantee (BLR)	Short Term	28.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
10 Feb 2022	Bank Guarantee (BLR)	Short Term	28.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE B+ (Reaffirmed & Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	28.00	ACUITE A4   Reaffirmed & Withdrawn   Issuer not co-operating*
Punjab National Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.00	ACUITE B   Downgraded & Withdrawn   Issuer not co-operating* ( from ACUITE B+ )

## Contacts

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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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