

Press Release

S K M Industries

April 08, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	5.50	ACUITE BB- Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	7.50	-	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	13.00	-	-

#Refer Annexure for details.

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

Rating Rationale

Acuite has reaffirmed & Withdrawn the long-term rating of '**ACUITE BB-' (read as ACUITE double B Minus)** and short term rating of '**ACUITE A4' (read as ACUITE A Four)** on the Rs. 13.00 crore bank facilities of SKM Industries. The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating is an indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Mumbai-based, S K M Industries (SKMI) was established in 2006 as a partnership firm by Mr. Mihir Kikani and Mr. Sukesh Kikani. The firm is engaged in manufacturing of industrial storage systems and steel cable drums. SKMI has its manufacturing facility at Valsad (Gujarat) with an installed capacity of 500 Tons per month.

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.

This rating continues to be 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 rating is based.

Rating Sensitivities

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

Material Covenants

None.

Liquidity Position

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

Outlook

Not Applicable.

Key Financials:

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

Status of non-cooperation with previous CRA

None.

Any other information

None

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
15 Nov 2021	Letter of Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Packing Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE BB- Stable (Reaffirmed)
	Post Shipment Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Working Capital Term Loan	Long Term	4.50	ACUITE BB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Reaffirmed)
17 Aug 2020	Packing Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Reaffirmed)
	Post Shipment Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE BB- Stable (Reaffirmed)

	Working Capital Term Loan	Long Term	4.50	ACUITE BB- Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
13 Aug 2019	Packing Credit	Short Term	2.25	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	1.25	ACUITE BB- Stable (Reaffirmed)
	Post Shipment Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	6.00	ACUITE A4 (Reaffirmed)
14 Aug 2018	Cash Credit	Long Term	1.25	ACUITE BB- Stable (Reaffirmed)
	Packing Credit	Short Term	2.25	ACUITE A4 (Reaffirmed)
	Post Shipment Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	6.00	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Reaffirmed)
29 Jun 2018	Packing Credit	Short Term	2.25	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	1.25	ACUITE BB- (Issuer not co-operating*)
	Post Shipment Credit	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
		Short		ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Term	6.00	
19 May 2017	Cash Credit	Long Term	1.25	ACUITE BB- Stable (Assigned)
	Packing Credit	Short Term	2.25	ACUITE A4 (Assigned)
	Post Shipment Credit	Short Term	3.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	6.00	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of Maharashtra	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Bank of Maharashtra	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB- Reaffirmed & Withdrawn Issuer not co-operating*
Bank of Maharashtra	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Bank of Maharashtra	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Bank of Maharashtra	Not Applicable	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating*
Bank of Maharashtra	Not Applicable	Working Capital Term Loan	01-05-2020	Not available	28-02-2030	4.50	ACUITE BB- Reaffirmed & Withdrawn Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuите.in Siddharth Shah Management Trainee-Rating Operations Tel: 022-49294065 siddharth.shah@acuите.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuите.in

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 8,850 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 Kanjurmarg, Mumbai.

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