

Press Release

Eurotek Environmental Private Limited

March 25, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 25.00 Cr. #
Long Term Rating (Indicative)	ACUITE BB (Downgraded from ACUITE BB+/Stable) 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 downgraded the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE BB plus**) on the Rs. 25.00 crore bank facilities of EUROTEK ENVIRONMENTAL PRIVATE LIMITED (EEPL). This rating is now an indicative rating and is based on best available information.

Also, Acuité has reviewed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the above mentioned bank facilities of EEPL. This rating is now an indicative rating and is based on best available information.

EEPL, incorporated in 2008, is engaged in the business of water treatment solutions. EEPL undertakes projects related to sewage treatment, drinking water treatment, lake and river restoration, among others and caters to several industries including chemical, steel, pharmaceutical and paper to name a few. EEPL has a wholly owned subsidiary- Water Matrix Technologies FZE established in 2010 at Sharjah (U.A.E.) promoted by Mr. Rajkumar Khurra. The subsidiary is also engaged in the aforementioned business.

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/criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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 endeavoured 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)

CRISIL vide its press release dated 11 March, 2020 has mentioned the rating of EEPL as 'CRISIL B+/Stable/A4' Issuer not cooperating as on 11-Mar 2020.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
07-Jan-2019	Cash Credit	Long Term	10.00	ACUITE BB+/Stable (Reaffirmed)
	Bank Guarantee/Letter of Credit	Short Term	15.00	ACUITE A4+ (Reaffirmed)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A4+ (Withdrawn)
29-Aug-2018	Cash Credit	Long Term	7.00	ACUITE BB+ (Indicative)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB+ (Indicative)
	Bank Guarantee	Short Term	10.00*	ACUITE A4+ (Indicative)
	Proposed Bank Guarantee	Short Term	11.00	ACUITE A4+ (Indicative)

*Includes sublimit of Letter of Credit to the extent of Rs. 2.00 crore

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Bank Guarantee/ Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4+ Issuer not co-operating*

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

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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.

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