

## Press Release

S M Electric Works

June 22, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.50	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	7.50	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	20.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed 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**) on the Rs. 20.00 crore bank facilities of S M Electric Works(SME). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

SME is established in 1976 and it is Maharashtra-based proprietary concern promoted by Mr. S M Saraf. The firm undertakes electrical contracts for maintenance and repair of power lines, installation of substations on a turnkey basis and overhauling of transformers. The nature of business is tender based.

### 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). 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

None

## 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

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.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
24 Mar 2021	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	2.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Cash Credit	Long Term	7.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
24 Dec 2019	Proposed Cash Credit	Long Term	7.50	ACUITE BB- (Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
26 Sep 2018	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	7.50	ACUITE BB- (Issuer not co-operating*)
10 Jul 2017	Proposed Cash Credit	Long Term	7.50	ACUITE BB-   Stable (Assigned)
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Assigned)
	Proposed Letter of Credit	Short Term	2.50	ACUITE A4+ (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE B+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4   Reaffirmed   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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