

Press Release

CNC India Tools And Services Private Limited

August 14, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 20.42 Cr. #
Long Term Rating	ACUITE BB Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) and short term rating of '**ACUITE A4+**' (read as '**ACUITE A four plus**') to the Rs. 20.42 crore bank facilities of CNC INDIA TOOLS AND SERVICES PRIVATE LIMITED (CNCL). This rating is now an indicative rating and is based on best available information.

CNC India Tools and Services Private Limited (CNCL) was set up as a partnership firm in 1993 promoted by Mr. Jayaraman Nagarajan, Mr. Jayaraman Vijayakumar, Mr. Coimbatore Jayathirtha Badrinath. The company was reconstituted as a private limited company on February 10, 2004. The company is primarily engaged in manufacturing of mainly in the Computer Numerical Control (CNC) machine tools segment and is accredited with ISO9001:2000 certification. The product portfolio comprises of cutting tools, jigs and fixtures, retrofitting and reconditioning of CNC Machines, electrical panel and boards, special purpose machine as required by its clients. The manufacturing facility of the company is located at Peenya, Bangalore, Karnataka. The company exports about 1 per cent of its manufactured product to overseas market mainly to Dubai, UAE and Sharjah and subsequently imports around 1 per cent of its raw material requirements from overseas market mainly from Japan and Germany.

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/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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)

Not Applicable

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
28-Jun-2018	Term Loans	Long Term	3.82	ACUITE BB / Stable (Assigned)
	ILC/FLC/BG	Short Term	8.10	ACUITE A4+ (Assigned)
	Proposed ILC/FLC/BG	Short Term	2.00	ACUITE A4+ (Assigned)
	Proposed Term Loan	Long Term	1.00	ACUITE BB / Stable (Assigned)
	Proposed SODH	Long Term	1.00	ACUITE BB / Stable (Assigned)
	Secured overdraft against hypothecation (SODH)	Long Term	4.50	ACUITE BB / Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loans	Not Applicable	Not Applicable	Not Applicable	3.82	ACUITE BB Issuer not co-operating*
ILC/FLC/BG	Not Applicable	Not Applicable	Not Applicable	8.10	ACUITE A4+ Issuer not co-operating*
Proposed ILC/FLC/BG	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB Issuer not co-operating*
Proposed SODH	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB Issuer not co-operating*
Secured overdraft against hypothecation (SODH)	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB Issuer not co-operating*

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

Contacts

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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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