

Press Release

Autometers Energitec Limited

December 19, 2019

Rating Update



Total Bank Facilities Rated#	Rs.10.00 Cr.
Long Term Rating	ACUITE BB- (Issuer not co-operating*; Withdrawn)
Short Term Rating	ACUITE A4+ (Issuer not co-operating*; Withdrawn)

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

#refer Annexure for details

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE BB-**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4+**' (read as **ACUITE four plus**) on the Rs.10.00 crore bank facilities of Autometers Energitec Limited. This rating is now an indicative rating and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the bank.

Autometers Energitec Limited (AEL) was incorporated in 2005. The company started as a joint venture between Autometers Alliance Limited (ACUITE BBB-/Stable) and RMG Group of Companies (Germany). The said joint venture was entered into for technical collaboration which was dissolved in 2016-17 and all shares were purchased by the Autometers group. The company is engaged in the manufacturing of gas pressure control and metering stations. The products are used by gas transmission and distribution companies. The promoters, Mr. Keshav Kr. Thirani, Mr. Ashok Kr. Agarwal, Mr. Animesh Jain and others have more than two decades of experience in the engineering industry.

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 due date.

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

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Acuite withdrawal policies - <https://www.acuite.in/withdrawal.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). 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

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	31.18	31.73
PAT	Rs. Cr.	3.37	3.01

PAT Margin	(%)	10.82	9.48
Total Debt/Tangible Net Worth	Times	0.31	0.53
PBDIT/Interest	Times	9.01	5.44

Status of non-cooperation with previous CRA (if applicable)

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.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
24-Aug-2017	Cash Credit	Long term	4.50	ACUITE BB-/Stable (Assigned)
	Proposed long term loan	Long Term	0.50	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short term	5.00	ACUITE A4+ (Assigned)
05-Oct-2018	Cash Credit	Long term	4.50	ACUITE BB-/Stable (Reaffirmed)
	Proposed long term loan	Long term	0.50	ACUITE BB-/Stable (Reaffirmed)
	Bank Guarantee	Short term	5.00	ACUITE A4+ (Reaffirmed)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB- Withdrawn; Issuer not cooperating*
Proposed Long Term Facility	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB- Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ Withdrawn; Issuer not cooperating*

*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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