

Press Release
M P M Private Limited

December 27, 2019



Rating Update

Total Bank Facilities Rated#	Rs. 48.00 Cr.
Long Term Rating	ACUITE BBB- Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A3 Withdrawn; Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and the short-term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs. 48.00 crore bank facilities of M P M Private Limited (MPM). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

MPM, a Nagpur-based proprietorship firm established in 1984 was converted to private limited in 1996. Promoted by Mr. Deepak Chowdhary, the company is engaged in the manufacturing and trading of foundry consumables and additives for ferrous metal casting industry. The products find application in preparation of molds and core in the casting industry which in turn caters to auto component manufacturers. MPM has three manufacturing units at Nagpur (Maharashtra) with total installed capacity of 48,000 MTPA. Over the years, MPM has established its own brands including Lustron, Lustrol and LACLCA and markets its products through direct sales.

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-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)

None

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
17-Oct-2018	Cash Credit	Long Term	21.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	2.73	ACUITE BBB-/ Stable (Reaffirmed)
	Standby Line of Credit	Long Term	1.00	ACUITE BBB-/ Stable (Reaffirmed)
	Letter of Credit	Short Term	11.50	ACUITE A3 (Reaffirmed)
	Proposed Cash Credit	Long Term	3.50	ACUITE BBB-/ Stable (Reaffirmed)
	Proposed Standby Line of Credit	Long Term	1.50	ACUITE BBB-/ Stable (Assigned)
	Proposed Term Loan	Long Term	2.00	ACUITE BBB-/ Stable (Assigned)
	Proposed Letter of Credit	Short Term	2.50	ACUITE A3 (Assigned)
	Proposed Bank Facility	Long Term	2.27	ACUITE BBB-/ Stable (Assigned)
08-Nov-2017	Cash Credit	Long Term	21.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	5.40	ACUITE BBB-/ Stable (Reaffirmed)
	Standby Line of Credit	Long Term	1.00	ACUITE BBB-/ Stable (Reaffirmed)
	Letter of Credit	Short Term	11.50	ACUITE A3 (Reaffirmed)
	Proposed Cash Credit	Long Term	1.10	ACUITE BBB-/ Stable (Reaffirmed)
25-Sep-2017	Cash Credit	Long Term	21.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	5.40	ACUITE BBB-/ Stable (Assigned)
	Standby Line of Credit	Short Term	1.00	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	11.50	ACUITE A3 (Assigned)
	Proposed Cash Credit	Long Term	1.10	ACUITE BBB-/ Stable (Assigned)

***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	21.00	ACUITE BBB- Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.73	ACUITE BBB- Withdrawn; Issuer not cooperating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BBB- Withdrawn; Issuer not cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	11.50	ACUITE A3 Withdrawn; Issuer not cooperating*

Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE BBB- Withdrawn; Issuer not cooperating*
Proposed Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE BBB- Withdrawn; Issuer not cooperating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BBB- Withdrawn; Issuer not cooperating*
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A3 Withdrawn; Issuer not cooperating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.27	ACUITE BBB- Withdrawn; Issuer not cooperating*

*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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