

## Press Release

### Innocoat Systems India Private Limited

October 20, 2021

### Rating Update



<b>Total Bank Facilities Rated</b>	Rs. 5.25 crore
<b>Long Term Rating</b>	ACUITE BB- (Issuer not Cooperating)
<b>Short Term Rating</b>	ACUITE A4+ (Issuer not Cooperating)

\* Refer Annexure for details

### Rating Rationale

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

Acuité has reviewed the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.5.25 crore bank facilities of Innocoat Systems India Private Limited (ISIPL). This rating is now an indicative rating and is based on best available information.

### About the company:

Innocoat Systems India Private Limited (ISIPL) was established in the year of 2008 in Bangalore, by Mr. Dilip Kumar Atoor and Mr. Sindhu Dilip Kumar as a private limited company engaged in powder coating on aluminium profiles such as door, windows, and channel among others. The company has its manufacturing facility in Bangalore, Karnataka

### 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.

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

### Analytical Approach

Acuité has considered the standalone financial and business risk profiles of the firm to arrive at the rating.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>

### Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 endeavored 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.

**Liquidity Indicators** - "No information provided by the issuer / available for Acuite to comment upon."

**Rating Sensitivity** - "No information provided by the issuer / available for Acuite to comment upon."

#### About the Rated Entity - Key Financials (Standalone)

The rated entity has not shared the latest financial statements despite repeated requests.

#### Status of non-cooperation with previous CRA

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	Ratings/Outlook
			(Rs. Crore)	
27-July-2020	Cash Credit	Long term	1.00	ACUITE BB-/Stable (Reaffirmed)
	Term Loan	Long term	2.48	ACUITE BB-/Stable (Reaffirmed)
	Proposed Long Term	Long term	0.12	ACUITE BB-/Stable (Reaffirmed)
	Bank Guarantee	Short term	0.20	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short term	1.45	ACUITE A4+ (Reaffirmed)
08-May-2019	Cash Credit	Long term	1.00	ACUITE BB-/Stable (Upgraded)
	Term Loan	Long term	2.48	ACUITE BB-/Stable (Upgraded)
	Proposed Long Term	Long term	0.12	ACUITE BB-/Stable (Upgraded)
	Bank Guarantee	Short term	0.20	ACUITE A4+ (Upgraded)
	Letter of Credit	Short term	1.45	ACUITE A4+ (Upgraded)
30-Nov-2018	Cash Credit	Long term	1.00	ACUITE B+ (Indicative)
	Term Loan	Long term	2.48	ACUITE B+ (Indicative)
	Proposed Long Term	Long term	0.12	ACUITE B+ (Indicative)
	Bank Guarantee	Short Term	0.20	ACUITE A4 (Indicative)
	Letter of Credit	Short Term	1.45	ACUITE A4 (Indicative)

### \*Annexure – Details of instruments rated

Lender's Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Bank of Baroda	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB- (Indicative)
Bank of Baroda	Term Loan	Not Available	Not Available	Not Available	2.48	ACUITE BB- (Indicative)
Not Applicable	Proposed Long Term Facility	Not Applicable	Not Applicable	Not Applicable	0.12	ACUITE BB- (Indicative)
Bank of Baroda	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE A4+ (Indicative)
Bank of Baroda	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.45	ACUITE A4+ (Indicative)

### Contacts

Analytical	Rating Desk
Pooja Ghosh Head- Corporate and Infrastructure Sector Ratings Tel: 033-6620 1203 <a href="mailto:pooja.ghosh@acuite.in">pooja.ghosh@acuite.in</a>  Shubhaditya Sarkar Analyst - Rating Operations Tel: 033-6620 1212 <a href="mailto:shubhaditya.sarkar@acuite.in">shubhaditya.sarkar@acuite.in</a>	Varsha Bist Senior Manager - Rating Desk Tel: 022-67141160 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.