

## Press Release

### Emerald Forge Private Limited (EFPL)

January 02, 2019

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 16.00 Cr.
<b>Long Term Rating</b>	ACUITE B- Issuer non-cooperating*

\* Refer Annexure for details

### Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE B-' (read as ACUITE B minus)** on the Rs. 16.00 crore bank facilities of Emerald Forge Private Limited (EFPL). This rating is now an indicative rating and is based on best available information.

EFPL, incorporated in 2006, is a Chennai based company previously engaged in forging of steel until 2012. The company is now engaged in leasing warehouse facility along with providing consultation in the field of forging, logistic support and container handling, among others. The day to day operations is managed by Mr. Murugappan Ramanathan who possess more than two decades of experience in the steel industry.

#### 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

	Unit	FY17(Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	0.76	0.56	0.46
EBITDA	Rs. Cr.	0.54	0.34	0.08
PAT	Rs. Cr.	0.26	0.19	0.07
EBITDA Margin	(%)	71.15	60.76	18.49
PAT Margin	(%)	33.70	33.67	14.42
ROCE	(%)	19.06	14.31	8.62
Total Debt/Tangible Net Worth	Times	(98.98)	(23.88)	(5.92)
PBDIT/Interest	Times	2.11	2.60	169.73

Total Debt/PBDIT	Times	4.58	8.94	21.92
Gross Current Assets (Days)	Days	183	1115	463

**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 (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
06-Nov-2017	Proposed Facility	Long Term	16.00	ACUITE B+/ 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/Outlook
Proposed Facility	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE B- Issuer not co-operating*

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**About Acuite Ratings & Research:**

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