



Press Release

Micron Enterprises Private Limited
September 04, 2024

Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	16.15	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	16.15	-	-

Rating Rationale

Acuite has downgraded its long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 16.15 Cr. bank facilities of Micron Enterprises Private Limited. The rating is now flagged as "Issuer Not-Cooperating" on account of information risk and is based on the best available information. The rating has been downgraded on account of information risk and the company has not provided No Default Statement for the last two months ending August 2024.

About the Company

Incorporated in 1999 in Ghaziabad (Uttar Pradesh, India), "Micron Enterprises Private Limited." is a reputed manufacturer, trader, and supplier of Wires, CR strips, HR and CR coils, and Packing Strips. The company manufactures these products using high-quality raw materials and advanced technology as per the set industrial standards. They offered products that are highly demanded among their clients for their features like dimensional accuracy, high strength, light weight, anti-corrosive, easy to install, smooth finish, superior quality, and sturdy design. The company offers these products in different specifications as per the information laid down by our clients. Mr. Raj kumar Kakkar, Mr. Gautam Kakkar and Mr. Sachin Kamra are the promoters of the company.

Unsupported Rating

Not Applicable

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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI

regulations and Acuité's policies.

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.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	97.06	81.45
PAT	Rs. Cr.	1.00	0.85
PAT Margin	(%)	1.03	1.05
Total Debt/Tangible Net Worth	Times	2.44	2.08
PBDIT/Interest	Times	1.95	1.91

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuite is yet to receive the latest No Default Statement from the rated entity despite repeated requests and followups.

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Jul 2023	Cash Credit	Long Term	11.88	ACUITE BB- Stable (Upgraded from ACUITE B+)
	Cash Credit	Long Term	1.12	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	1.00	ACUITE BB- Stable (Assigned)
	Working Capital Demand Loan (WC DL)	Long Term	1.10	ACUITE BB- Stable (Assigned)
	Working Capital Demand Loan (WC DL)	Long Term	1.05	ACUITE BB- Stable (Assigned)
15 Feb 2023	Cash Credit	Long Term	9.50	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	1.63	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	0.75	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
19 Nov 2021	Letter of Credit	Short Term	0.75	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	1.63	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	9.50	ACUITE B+ (Reaffirmed & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	11.88	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.12	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.10	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.05	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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.

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