

Press Release

Sivasakthi Engineering Company

07 August, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 20.00 Cr #
Long Term Rating	ACUITE B+ Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 20.00 crore bank facilities of Sivasakthi Engineering Company (SEC). This rating is now an indicative rating and is based on the best available information.

SEC, a Bangalore-based partnership firm established in 1979 by Mr. R K Kaleswaran and his family is engaged in the manufacturing of open-top barrels and loop barrels. The firm has two manufacturing units at Bangalore and Ranipet with an installed capacity of around 1500 barrels per day.

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 the due date.

This rating continues to be 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
16 May, 2019	Term Loan	Long Term	0.48	ACUITE B+ Issuer not co-operating*
	Term Loan	Long Term	2.28	ACUITE B+ Issuer not co-operating*
	Term Loan	Long Term	0.28	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long Term	5.00	ACUITE B+ Issuer not co-operating*
	Standby Line of Credit	Long Term	0.75	ACUITE B+ Issuer not co-operating*
	Bills Discounting	Short Term	3.00	ACUITE A4 Issuer not co-operating*
	Proposed Bank Facility	Long Term	4.96	ACUITE B+ Issuer not co-operating*
	Proposed Cash Credit	Long Term	2.25	ACUITE B+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.75	ACUITE A4 Issuer not co-operating*
	Letter of Credit	Short Term	0.25	ACUITE A4 Issuer not co-operating*
16 March, 2018	Term Loan	Long Term	0.48	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	2.28	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.28	ACUITE B+/Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE B+/Stable (Assigned)
	Standby Line of Credit	Long Term	0.75	ACUITE B+/Stable (Assigned)
	Bills Discounting	Short Term	3.00	ACUITE A4 (Assigned)
	Proposed Bank Facility	Long Term	4.96	ACUITE B+/Stable (Assigned)
	Proposed Cash Credit	Long Term	2.25	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Short Term	0.75	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	0.25	ACUITE A4 (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
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.48	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.28	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.28	ACUITE B+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B+ Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE B+ Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.96	ACUITE B+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.25	ACUITE B+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE A4 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4 Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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