

Press Release

PCI Limited

March 14, 2019

Rating Update



Total Bank Facilities Rated	Rs.242.00 Cr#
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D 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 and short term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.242.00 crore bank facilities of PCI Limited (PCIL). This rating is now indicative and based on the best available information.

Incorporated in 1986 by Mr. Surinder Mehta PCIL is the flagship company of the Prime group. The company is engaged in providing technology-related solutions for power sector which includes marketing, distribution and after-sales service support for power testing, maintenance of power conditioning equipment and machine tools. Furthermore, it owns three windmills with combined capacity of 4.5 megawatt in Kutch, Gujarat.

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-14.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.	164.92	180.37	290.97
EBITDA	Rs. Cr.	(30.14)	(24.10)	4.16
PAT	Rs. Cr.	23.96	11.54	2.39
EBITDA Margin	(%)	(18.27)	(13.36)	1.43
PAT Margin	(%)	14.53	6.40	0.82
ROCE (%)	(%)	27.47	20.87	33.25
Total Debt/Tangible Net Worth	Times	1.91	2.27	3.93
PBDIT/Interest	Times	2.69	1.73	1.41
Total Debt/PBDIT	Times	2.29	3.05	3.88
Gross Current Assets (Days)	Days	369	297	185

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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
26-Mar-2019	Cash Credit	Long term	27.00	ACUITE D (Assigned)
	Working Capital Term loan	Long term	22.00	ACUITE D (Assigned)
	Overdraft Facility	Long term	65.00	ACUITE D (Assigned)
	Cash Credit	Long term	10.00	ACUITE D (Assigned)
	Cash Credit	Long term	18.00	ACUITE D (Assigned)
	Bank Guarantee	Short term	48.00	ACUITE D (Assigned)
	Letter of Credit	Short term	10.00	ACUITE D (Assigned)
	Bank Guarantee	Short term	10.00	ACUITE D (Assigned)
	Letter of Credit	Short term	16.00	ACUITE D

				(Assigned)
	Bank Guarantee	Short term	16.00	ACUITE D (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	NA	NA	NA	27.00	ACUITE D Issuer not co-operating*
Working Capital Term loan	NA	NA	NA	22.00	ACUITE D Issuer not co-operating*
Overdraft Facility	NA	NA	NA	65.00	ACUITE D Issuer not co-operating*
Cash Credit	NA	NA	NA	10.00	ACUITE D Issuer not co-operating*
Cash Credit	NA	NA	NA	18.00	ACUITE D Issuer not co-operating*
Bank Guarantee	NA	NA	NA	48.00	ACUITE D Issuer not co-operating*
Letter of Credit	NA	NA	NA	10.00	ACUITE D Issuer not co-operating*
Bank Guarantee	NA	NA	NA	10.00	ACUITE D Issuer not co-operating*
Letter of Credit	NA	NA	NA	16.00	ACUITE D Issuer not co-operating*
Bank Guarantee	NA	NA	NA	16.00	ACUITE D Issuer not co-operating*

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuите.in</p> <p>Namita Palve Analyst - Rating Operations Tel: 02249294034 namita.palve@acuiteratings.in</p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuите.in</p>

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.

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, in particular, 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) for the latest information on any instrument rated by Acuité.