

Press Release

Suprabha Industries Limited

January 28, 2021



Rating Update

Total Bank Facilities Rated*	Rs.19.32 Cr. #
Long Term Rating	ACUITE BB- Downgraded and Issuer not co-operating *
Short Term Rating	ACUITE A4 Downgraded; Issuer not co-operating*

Refer Annexure for details`

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

ACUITE has downgraded the long term rating from '**ACUITE BB**' (**read as ACUITE double B**) to '**ACUITE BB-**' (**read as ACUITE double B minus**) and downgraded the short term rating from '**ACUITE A4+**' (**read as ACUITE A four plus**) to '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.19.32 Cr bank facilities of Suprabha Industries Limited (SIL). This rating is now an indicative rating and is based on the best available information. The rating is constrained by information risk.

Lucknow-Based, Suprabha Industries Limited (SIL) was incorporated in 1995 by Mr. Devendra Kumar Mantri, Mrs. Tanuja Mantri and Mr. Shashankdhar Mantri, among others. The company is primarily engaged in the manufacturing of automobile parts of commercial vehicles, exclusively for Tata Motors. The automobile parts comprise of Fuel Tanks, Silencers, Spare Wheel Carriers, Engine Cross Members to name a few. The promoters are present in the business for 25 years.

Analytical Approach

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

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation 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 Acuite's policies.

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>

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

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

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

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 (Rs. Crore)	Ratings/Outlook
30-May-2019	Cash Credit	Long Term	4.25	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	8.50	ACUITE BB/Stable (Reaffirmed)
	Proposed Bank Facility Long term	Long Term	4.97	ACUITE BB/Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.60	ACUITE A4+ (Assigned)
	Proposed Bank Facility Short Term	Short Term	1.00	ACUITE A4+ (Assigned)
31-July-2018	Cash Credit	Long Term	4.25	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	8.50	ACUITE BB/Stable (Assigned)
	Proposed	Long Term	0.57	ACUITE BB/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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.25	ACUITE BB- Downgraded from ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.50	ACUITE BB- Downgraded from ACUITE BB Issuer not co-operating*
Proposed Bank Facility Long term	Not Applicable	Not Applicable	Not Applicable	4.97	ACUITE BB- Downgraded from ACUITE BB Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE A4 Downgraded from ACUITEA4+ Issuer not co-operating*
Proposed Bank Facility Short Term	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Downgraded from ACUITEA4+ Issuer not co-operating*

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

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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 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.

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