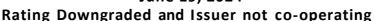


Press Release

Afex Technologies Private Limited June 19, 2024





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Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating		
Bank Loan Ratings	20.00	ACUITE B- Downgraded Issuer not co-operating*	-		
Total Outstanding Quantum (Rs. Cr)	20.00	-	-		

Rating Rationale

Acuité has downgraded the long-term rating to 'ACUITE B-' (read as ACUITE B minus) from 'ACUITE B' (read as ACUITE B) on the Rs. 20.00 crore bank facilities of Afex Technologies Private Limited (ATPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Tamil Nadu based, Afex Technologies Private Limited (ATPL) promoted by Mr K.R Sundaresan and Mr S Kannan. The Company was incorporated in July, 2016. The company have been formed for manufacturing machined Aluminium die casting based out of Trichy (Tamil Nadu). The Company is expected to begin operation in May 2018. The company proposes to create a facility for machined Aluminium die casting with 6 die casting machines. The machines would be imported from Hicom Honda Engine Manufacturing Plant In Malaysia and Die Casting Facility From Toyo Japan.

Unsupported Rating

Not Applicable

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.

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 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 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.

Rating Sensitivity

"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.	18.39	22.24
PAT	Rs. Cr.	(0.14)	(0.96)
PAT Margin	(%)	(0.78)	(4.30)
Total Debt/Tangible Net Worth	Times	1.39	1.97
PBDIT/Interest	Times	1.80	1.38

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Manufacturing Entities: https://www.acuite.in/view-rating-criteria-59.htm
- Default Recognition: https://www.acuite.in/view-rating-criteria-52.htm
- Application Of Financial Ratios And Adjustments: https://www.acuite.in/view-rating-criteria-53.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
	Cash Credit	Long Term	2.25	ACUITE B (Reaffirmed & Issuer not cooperating*)
27 Mar 2023	Proposed Long Term Bank Facility	Long Term	2.43	ACUITE B (Reaffirmed & Issuer not cooperating*)
	Term Loan	Long Term	15.32	ACUITE B (Reaffirmed & Issuer not co- operating*)
	Cash Credit	Long Term	2.25	ACUITE B (Reaffirmed & Issuer not co- operating*)
29 Dec 2021	Proposed Long Term Bank Facility	Long Term	2.43	ACUITE B (Reaffirmed & Issuer not co- operating*)
	Term Loan	Long Term	15.32	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
Indian Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.25	ACUITE B- Downgraded Issuer not co- operating* (from ACUITE B)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.43	ACUITE B- Downgraded Issuer not co- operating* (from ACUITE B)
Indian Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	15.32	ACUITE B- Downgraded Issuer not co- operating* (from ACUITE B)

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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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