



**Press Release**  
**L P F Systems Private Limited May**  
**02, 2024**

**Rating Withdrawn**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	49.00	Not Applicable   Withdrawn	-
Bank Loan Ratings	1.25	-	Not Applicable   Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	50.25	-	-

**Rating Rationale**

Acuite has withdrawn the long-term and short-term rating on the Rs.50.25 crore bank facilities of L P F SYSTEMS PRIVATE LIMITED (LSPL). The same is withdrawn without assigning any rating as the bank facilities are repaid and closed. Further, ACUITE has received the NDC from the banker. The rating is being withdrawn on account of the request received from the company and the NDC received from the banker's as per Acuite's policy on withdrawal of ratings as applicable to the respective facility/instrument.

**About the Company**

L P F Systems Private Limited (LSPL), based in Hyderabad, was incorporated as a partnership firm in 1982. Later in 1997, it was converted into private limited company. It is promoted and managed by Mr. Venu Vinod. The company is engaged in trading of engineering products, automotive spares, welding alloys, passenger car spare parts for TATA passenger cars, VE Commercial Vehicles Limited, and Shell Lubricants. Currently, LSPL has ventured into real estate business, where the company will develop and sell the open residential plots.

**Unsupported Rating**

Not Applicable

**Analytical Approach**

Not Applicable

**Key Rating Drivers**

**Strengths**

Not Applicable

**Weaknesses**

Not Applicable

**Rating Sensitivities**

Not Applicable

**Liquidity Position**

Not Applicable

**Outlook: Not Applicable**

## Other Factors affecting Rating

None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	69.87	56.24
PAT	Rs. Cr.	0.15	0.31
PAT Margin	(%)	0.22	0.55
Total Debt/Tangible Net Worth	Times	3.97	2.75
PBDIT/Interest	Times	1.11	1.17

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

Not Applicable

### Any other information

None

### Applicable Criteria

- 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>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>

### Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite 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](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Nov 2023	Bank Guarantee (BLR)	Short Term	1.25	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	4.00	ACUITE B+   Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	1.50	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.98	ACUITE B+   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	42.07	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.45	ACUITE B+   Stable (Reaffirmed)
24 Aug 2022	Cash Credit	Long Term	2.50	ACUITE B+   Stable (Upgraded from ACUITE C)
	Channel/Dealer/Vendor Financing	Long Term	5.40	ACUITE B+   Stable (Upgraded from ACUITE C)
	Term Loan	Long Term	2.40	ACUITE B+   Stable (Upgraded from ACUITE C)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE B+   Stable (Upgraded from ACUITE C)
	Proposed Long Term Bank Facility	Long Term	24.27	ACUITE B+   Stable (Upgraded from ACUITE C)
	Term Loan	Long Term	0.45	ACUITE B+   Stable (Upgraded from ACUITE C)
	Working Capital Term Loan	Long Term	2.92	ACUITE B+   Stable (Upgraded from ACUITE C)
	Term Loan	Long Term	1.06	ACUITE B+   Stable (Upgraded from ACUITE C)
	Bank Guarantee (BLR)	Short Term	1.25	ACUITE A4 (Reaffirmed)
08 Feb 2022	Bank Guarantee (BLR)	Short Term	1.25	ACUITE A4 (Downgraded from ACUITE A4+)
	Term Loan	Long Term	1.06	ACUITE C (Downgraded from ACUITE BB   Stable)
	Working Capital Term Loan	Long Term	2.92	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.45	ACUITE C (Downgraded from ACUITE BB   Stable)
	Proposed Long Term Bank Facility	Long Term	24.27	ACUITE C (Downgraded from ACUITE BB   Stable)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.40	ACUITE C (Downgraded from ACUITE BB   Stable)
	Channel/Dealer/Vendor Financing	Long Term	5.40	ACUITE C (Downgraded from ACUITE BB   Stable)
	Cash Credit	Long Term	2.50	ACUITE C (Downgraded from ACUITE BB   Stable)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Karur Vysya Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.25	Not Applicable   Withdrawn
Karur Vysya Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.00	Not Applicable   Withdrawn
State Bank of India	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.50	Not Applicable   Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	42.07	Not Applicable   Withdrawn
Karur Vysya Bank	Not avl. / Not appl.	Term Loan	15 Sep 2020	Not avl. / Not appl.	05 Apr 2024	Simple	0.45	Not Applicable   Withdrawn
Tata Capital Limited	Not avl. / Not appl.	Term Loan	02 Nov 2017	Not avl. / Not appl.	15 Oct 2023	Simple	0.98	Not Applicable   Withdrawn

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### About Acuité Ratings & Research

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