

## Press Release

### Supreme Batteries Private Limited

March 06, 2020

#### Rating Update



<b>Total Bank Facilities Rated#</b>	Rs.66.00 Cr.
<b>Long Term Rating</b>	ACUITE D Issuer not co-operating* (Downgraded from ACUITE BBB-/Stable)
<b>Short Term Rating</b>	ACUITE D Issuer not co-operating* (Downgraded from ACUITE A3)

#Refer Annexure for details

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

#### Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE D' (read as ACUITE D)** from '**ACUITE BBB-' (read as ACUITE triple B minus)** and the short-term rating to '**ACUITE D' (read as ACUITE D )** from '**ACUITE A3' (read as ACUITE A three)** on the Rs.66.00 crore bank facilities of Supreme Batteries Private Limited (SBPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

The rating downgrade reflects in inadequacy of the data and the lenders's opinion on the account.

SBPL was incorporated in 2001, and was promoted by Mr. Vimal Kumar Aggarwal, Mr. Anuj Aggarwal and Mr. Ajay Goyal. SBPL commenced its commercial operations in September 2009 and is engaged in the business of manufacture of lead alloys and batteries. SBPL is involved in smelting and refining of Lead Alloy and its allied products such as Pure Lead, Selenium Lead Alloy, Calcium Lead Alloy, Lead Sub Oxide and Red Lead Oxide, among others. SBPL also manufactures lead acid storage batteries. SBPL's facility is located in Hyderabad (Telangana) with an installed capacity to manufacture 18000 metric tonnes per annum (MTPA) of lead alloys and 1.2 lakh units of batteries per annum.

#### Non-cooperation by the issuer/borrower:

Acuite 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 Acuite's policies.

Acuite 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.

#### Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Sector 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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite 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

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
28-June-2018	Cash Credit	Long Term	35.00	ACUITE BBB-/Stable (Assigned)
	Term Loan	Long Term	2.50	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Assigned)
07-Jan-2019	Cash Credit	Long Term	35.00	ACUITE BBB-/Negative (Reaffirmed; Outlook revised to Negative)
	Term Loan	Long Term	2.50	ACUITE BBB-/Negative (Reaffirmed; Outlook revised to Negative)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE BBB-/Negative (Assigned)
	Letter of Credit	Short Term	8.00	ACUITE A3 (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	Not Applicable	Not Applicable	Not Applicable	35.00	ACUITE D Issuer not co-operating* (Downgraded from ACUITE BBB-/Negative)
Term Loan	30-06-2017	Not Applicable	31-03-2022	2.50	ACUITE D Issuer not co-operating* (Downgraded from ACUITE BBB-/Negative)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE D Issuer not co-operating* (Downgraded from ACUITE BBB-/Negative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE D Issuer not co-operating* (Downgraded from ACUITE A3)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE D Issuer not co-operating* (Downgraded from ACUITE BBB-/Negative)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE D Issuer not co-operating* (Downgraded from ACUITE A3)

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

## Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-4929 4041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a></p> <p>Bhavani Sankar Oruganti Senior Analyst - Rating Operations Tel: 040-4004 2327 <a href="mailto:bhavanisankar.oruganti@acuite.in">bhavanisankar.oruganti@acuite.in</a></p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-4929 4011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a></p>

### About Acuité Ratings & Research:

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