

Press Release

Approcool Aircon Private Limited

October 22, 2019

Rating Withdrawn



Total Bank Facilities Rated	Rs. 8.50 Cr. #
Long Term Rating	ACUITE B+ (Withdrawn)

Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the bank facilities of APPROCOOL AIRCON PRIVATE LIMITED (AAPL). This rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating.

The rating is being withdrawn on account of request received from the company and NOC from the bankers.

Approcool Aircon Private Limited (AAPL), incorporated in 2017, by Mr. Jitendra Bachhraj Rathi, Mr. Purushottam Bachhraj Rathi and Mr. Anil Satyanarayan Loya, is engaged in manufacturing of Evaporator, Condenser Coils & Copper Tubular Components for Air conditioners and refrigeration systems in Jalna, Maharashtra. The project is a forward integration to the promoters existing business of manufacturing of copper tubular components and brazed assemblies for heating, ventilation, and air-conditioning industries and refrigeration systems carried out in Approcop Engineering Private Limited.

Analytical Approach

Acuite has considered the standalone business and financial risk profile of AAPL.

About the Rated Entity - Key Financials:

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	1.99	0.00	0.00
EBITDA	Rs. Cr.	1.04	0.00	0.00
PAT	Rs. Cr.	0.06	0.00	0.00
EBITDA Margin	(%)	51.98	0.00	0.00
PAT Margin	(%)	2.97	0.00	0.00
ROCE	(%)	2.99	0.00	0.00
Total Debt/Tangible Net Worth	Times	2.55	0.00	0.00
PBDIT/Interest	Times	3.98	0.00	0.00
Total Debt/PBDIT	Times	12.15	0.00	0.00
Gross Current Assets (Days)	Days	1782	0.00	0.00

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of the Instrument / Facility	Term	Amount (Rs. Cr)	Ratings/Outlook
03-Aug-19	Proposed Term Loan	Long term	8.50	ACUITE B+/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/Outlook
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	8.50	ACUITE B+ (Withdrawn)

Contacts

Analytical	Rating Desk
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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.

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