

Press Release

Cabcon India Limited

23 October, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 332.00 Cr. #
Long Term Rating	ACUITE BBB+ Issuer non-cooperating*
Short Term Rating	ACUITE A2 Issuer non-cooperating*

Refer Annexure for details

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

Acuite has reviewed the long term rating of '**ACUITE BBB+**' (read as **ACUITE triple B plus**) and short term rating of '**ACUITE A2**' (read as **ACUITE A two**) on the Rs. 332.00 crore bank facilities of Cabcon India Limited. This rating is now an indicative rating and is based on best available information.

Incorporated in 1991 by Mr. Shri Balabh Fomra, Cabcon India Limited is engaged in the manufacture of power cables and aluminum conductors used for transmission of power through distribution and transmission lines. The company also executes turnkey projects for installation of power distribution lines and sub-stations under different programs of the central government. CIL has an installed capacity of 27,000 MTPA of aluminum conductors and 8000 MTPA of power cables. The company is promoted by the Fomra family of Kolkata and currently the business is managed by the second generation led by Mr. Madan Mohan Fomra, Mr. Vijay Kumar Fomra and Mr. Manish Kumar Fomra.

Analytical Approach:

Acuite has considered the standalone business and financial risk profiles of Cabcon India Limited to arrive at this rating.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments- <https://www.acuite.in/view-rating-criteria-53.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 attempts.

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
22-Aug-18	Cash Credit	Long Term	90.00	Acuite BBB+/ Stable(Assigned)
	Letter of Credit	Short Term	40.00	ACUITE A2 (Assigned)
	Bank Guarantee	Short Term	202.00	ACUITE A2 (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	90.00	Acuite BBB+ Issuer non-cooperating
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE A2 Issuer non-cooperating
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	202.00	ACUITE A2 Issuer non-cooperating

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About Acuite Ratings & Research:

Acuite 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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