

Press Release

Pranavam Aerospace Private Limited

February 20, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 25.00 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded long-term rating to '**ACUITE BB-**' (read as **ACUITE Double B minus**) from '**ACUITE BB**' (read as **ACUITE Double B**) and short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **A four plus**) on the Rs. 25.00 crore bank facilities of PRANAVAM AEROSPACE PRIVATE LIMITED (PAPL). This rating is now an indicative rating and is based on best available information.

Incorporated in September 2016, PAPL is engaged in manufacture of detailed parts (Milled up to five axes, Turned, Turn milled, Fabricated and pressed sheet metal) and its assemblies for aircrafts. The company has its facility located at Aerospace SEZ in Bangalore (Karnataka)

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.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). Acuité endeavoured 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.

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

'Acuité 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
12-Dec-2018	Term Loans	Long Term	18.25	ACUITE BB/Stable (Reaffirmed)
	Packing Credit	Short Term	0.50	ACUITE A4+ (Reaffirmed)
	Foreign Bill Discounting	Short Term	0.50	ACUITE A4+ (Reaffirmed)
	Proposed Packing Credit	Short Term	2.75	ACUITE A4+ (Reaffirmed)
	Proposed Term Loan	Long Term	3.00	ACUITE BB/Stable (Assigned)
24-Sept-2018	Term Loans	Long Term	18.25	ACUITE BB/Stable (Assigned)
	PC/PCFC	Short Term	0.50	ACUITE A4+ (Assigned)
	Bill Discounting	Short Term	0.50	ACUITE A4+ (Assigned)
	Proposed	Short Term	5.75	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loans	Not Applicable	Not Applicable	Not Applicable	18.25	ACUITE BB- (Downgraded) Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 (Downgraded) Issuer not co-operating*
Foreign Bill Discounting	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 (Downgraded) Issuer not co-operating*
Proposed Packing Credit	Not Applicable	Not Applicable	Not Applicable	2.75	ACUITE A4 (Downgraded) Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB- (Downgraded) Issuer not co-operating*

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

Contacts

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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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