

## Press Release

**Fenner Conveyor Belting Private Limited**

**January 19, 2022**



### Rating Withdrawn and Issuer not co-operating

| Product                                   | Quantum (Rs. Cr) | Long Term Rating                                  | Short Term Rating                                 |
|---|------------------|---|---|
| <b>Bank Loan Ratings</b>                  | 8.00             | ACUITE BB+   Withdrawn   Issuer not co-operating* | -   |
| <b>Bank Loan Ratings</b>                  | 5.00             | -   | ACUITE A4+   Withdrawn   Issuer not co-operating* |
| <b>Total Outstanding Quantum (Rs. Cr)</b> | 0.00             | -   | -   |
| <b>Total Withdrawn Quantum (Rs. Cr)</b>   | 13.00            | -   | -   |

### Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE BB+**' (**read as ACUITE double B plus**) and the short-term rating of '**ACUITE A4+**' (**read as ACUITE A four Plus**) on the Rs.13.00 Cr. bank facilities of Fenner Conveyor Belting Private Limited (FCBPL). The rating continues to be flagged as an 'Issuer Not-Cooperating' based on the best available information.

The rating is being withdrawn on account of the request received from the company and the satisfaction of charges available on the MCA portal as per Acuité's policy on withdrawal of ratings.

### About the Company

Madurai based, Fenner Conveyor Belting Pvt. Ltd (FCPL) was incorporated in 2000. The company is a 100 percent subsidiary of Fenner Group Holdings Limited (FGHL) (Former known as Fenner Plc) which was acquired by Michelin SCA in May 2018. FCPL is engaged in manufacturing and supply of a wide range of industrial conveyor belts, heavyweight conveyor belting, belts & rollers, medical components & devices, hoses, high-performance polymer components. The manufacturing facility is located in Madurai with an installed capacity of conveyer belt unit is 240 Lakhs meters per annum.

### 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 the due date.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

### 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 has endeavored 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.

### **Rating Sensitivities**

No information provided by the issuer / available for Acuité to comment upon.

### **Material Covenants**

Not Applicable

### **Liquidity Position**

No information provided by the issuer / available for Acuité to comment upon.

### **Outlook**

Not Applicable

### **Key Financials:**

The rated entity has not shared the latest financial statements despite repeated requests.

### **Status of non-cooperation with previous CRA**

Not Applicable

### **Any other information**

Not Applicable

### **Applicable Criteria**

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

### **Note on Complexity Levels of the Rated Instrument**

<https://www.acuite.in/view-rating-criteria-55.htm>

### **Rating History**

| <b>Date</b> | <b>Name of Instruments/Facilities</b> | <b>Term</b> | <b>Amount (Rs. Cr)</b> | <b>Rating/Outlook</b>                                |
|-------------|---------------------------------------|-------------|------------------------|--|
| 26 Apr 2021 | Cash Credit                           | Long Term   | 7.00                   | ACUITE BB+ (Downgraded and Issuer not co-operating*) |
|             | Proposed Bank Facility                | Long Term   | 1.00                   | ACUITE BB+ (Downgraded and Issuer not co-operating*) |
|             | Bank Guarantee                        | Short Term  | 5.00                   | ACUITE A4+ (Downgraded and Issuer not co-operating*) |
| 03 Feb 2020 | Bank Guarantee                        | Short Term  | 5.00                   | ACUITE A2 (Reaffirmed)                               |
|             | Proposed Bank Facility                | Long Term   | 1.00                   | ACUITE BBB+   Stable (Reaffirmed)                    |
|             | Cash Credit                           | Long Term   | 7.00                   | ACUITE BBB+   Stable (Reaffirmed)                    |
| 14 Nov 2018 | Cash Credit                           | Long Term   | 7.00                   | ACUITE BBB+   Stable (Assigned)                      |
|             | Bank Guarantee                        | Short Term  | 5.00                   | ACUITE A2 (Assigned)                                 |
|             | Proposed Bank Facility                | Long Term   | 1.00                   | ACUITE BBB+   Stable (Assigned)                      |

**Annexure - Details of instruments rated**

| <b>Lender's Name</b> | <b>ISIN</b>    | <b>Facilities</b>                | <b>Date Of Issuance</b> | <b>Coupon Rate</b> | <b>Maturity Date</b> | <b>Quantum (Rs. Cr.)</b> | <b>Rating</b>                                     |
|----------------------|----------------|----------------------------------|-------------------------|--------------------|----------------------|--------------------------|---|
| IDBI Bank            | Not Applicable | Bank Guarantee (BLR)             | Not Applicable          | Not Applicable     | Not Applicable       | 5.00                     | ACUITE A4+   Withdrawn   Issuer not co-operating* |
| IDBI Bank            | Not Applicable | Cash Credit                      | Not Applicable          | Not Applicable     | Not Applicable       | 7.00                     | ACUITE BB+   Withdrawn   Issuer not co-operating* |
| Not Applicable       | Not Applicable | Proposed Long Term Bank Facility | Not Applicable          | Not Applicable     | Not Applicable       | 1.00                     | ACUITE BB+   Withdrawn   Issuer not co-operating* |

## Contacts

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|---|--|
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### About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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