

Press Release

Maneesh Pipes Private Limited

July 26, 2021



Rating Update

Total Bank Facilities Rated	Rs. 18.75 crore
Long Term Rating	ACUITE B+ (Downgraded & Indicative)
Short Term Rating	ACUITE A4 (Downgraded & Indicative)

* Refer Annexure for details

Rating Rationale

Acuité has downgraded long-term rating to '**ACUITE B+**' (**read as ACUITE B plus**) from '**ACUITE BB-**' (**read as ACUITE double B minus**) and short term rating to '**ACUITE A4**' (**read as ACUITE A four**), from '**Acuite A4+**' (**read as ACUITE A four plus**) to the total bank facilities of Rs.18.75 crore of Maneesh Pipes Private Limited. This rating is now an indicative rating and is based on best available information. The rating is constrained by information risk. The downgrade is on account of delay in servicing of unrated debt obligations.

About the company

Maneesh Pipes Private Limited (MPPL) a Chhattisgarh was incorporated in the year 1991, promoted by Mr. Jagadish Prasad Jhawar, Mr. Brij Mohan Jhawar and Mr. Anurag Jhawar. The company is engaged in turnkey execution of water supply contracts. Apart from that the company is also engaged in manufacturing of reinforced cement concrete (RCC) pipes. The manufacturing facility of the unit is located at Raipur having an installed capacity 11000 meters per annum.

Analytical Approach

Acuité has taken a standalone view of the business and financial risk profile of Maneesh Pipes Private Limited (MPPL) to arrive at the rating.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

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

About the Rated Entity - Key Financials

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

Liquidity Indicators

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

Rating Sensitivity

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

Status of non-cooperation with previous CRA (if applicable)

Not applicable

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	Ratings/Outlook
			(Rs. Crore)	
04-05-2020	Cash Credit	Long term	2.20	ACUITE BB-/Stable (Reaffirmed)
	Cash Credit	Long term	7.80	ACUITE BB-/Stable (Reaffirmed)
	Proposed Long Term Facility	Long term	0.25	ACUITE BB-/Stable (Reaffirmed)
	Bank Guarantee	Short term	8.50	ACUITE A4+(Reaffirmed)
11- 03-2019	Cash Credit	Long term	2.20	ACUITE BB-/Stable (Assigned)
	Cash Credit	Long term	7.80	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	0.17	ACUITE BB-/Stable (Assigned)
	Proposed Long Term Facility	Long Term	0.08	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short term	8.50	ACUITE A4+(Assigned)

*Annexure—Details of instruments rated

Instrument Information

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.20	ACUITE B+ (Downgraded & Indicative)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.80	ACUITE B+ (Downgraded & Indicative)
Proposed Long Term Facility	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE B+ (Downgraded & Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	8.50	ACUITE A4 (Downgraded & Indicative)

Contacts

Analytical	Rating Desk
Pooja Ghosh Head- Corporate and Infrastructure Sector Ratings Tel: 033-6620 1203 pooja.ghosh@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in
Shubhaditya Sarkar Analyst- Rating Operations Tel: 033-6620 1212 shubhaditya.sarkar@acuite.in	

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 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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.