

Press Release

Approcopp Engineering Private Limited

April 27, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 9.50 Cr. #
Long Term Rating	ACUITE B+ (Downgraded and Indicative)

Refer Annexure for details`

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

Acuité has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 9.50 crore bank facilities of Approcopp Engineering Private Limited. The rating downgrade is on account of information risk. This rating is now an indicative rating and is based on best available information.

Incorporated in 2006, AEPL is engaged in manufacturing of various types of precision Non-Ferrous Tubular components and their Brazed Assemblies for HVAC industries, Refrigeration, Automobiles and Agriculture industries. The manufacturing unit is located at Jalna (Maharashtra) with utilisation of around 65 per cent. The day to day operations are managed by its Managing Director, Mr. Jitendra Bachhraj Rathi. The company has reputed clientele which includes Blue Star, Voltas, Godrej, Emerson and Ingersoll Rand, among others.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of AEPL to arrive at this 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 the due date.

The 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/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>

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.

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 (Rs. Cr)	Ratings/Outlook
20-Mar-2019	Term Loans	Long Term	7.50	ACUITE BB-/Stable (Assigned)
	Proposed fund based facility	Long Term	2.00	ACUITE BB-/Stable (Assigned)

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loans	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE B+ (Downgraded and Indicative)
Proposed fund based facility	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ (Downgraded and Indicative)

*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 ACUITE 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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