



Press Release

SM Mukki Marine Engine Gear Boxs Private Limited

December 04, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 38.00 crore
Long Term Rating	ACUITE BB (Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs. 38.00 crore bank facilities of SM Mukki Marine Engine Gear Boxs Private Limited (SMPL). The rating is on account of the best available information.

Incorporated in 2016 and based out of Nagercoil, Tamil Nadu, SMPL is engaged in assembling and manufacturing of marine gear boxes, marine engine and ancillary parts. The company is promoted by Mr. Sudalaiyandi Murugan and family. The company has its manufacturing facility located in Nagercoil with an installed capacity of 7,200 units per annum.

About the Group

SMPL is a part of SM Group that consists of SMPL and SAPL. The group is promoted by Mr. Sudalaiyandi Murugan and family. SM Group is engaged in manufacturing, sale, and servicing of marine engine, marine gear boxes and other ancillary parts with presence in 11 coastal states of India.

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 the due date.

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

Applicable Criteria

- Entities in Manufacturing Sector– <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). Acuite endeavored 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 requests.

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 (Up to last three years)

Date	Name of Instrument/ Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
24 September, 2019	Cash Credit	Long-Term	20.00 (Enhanced from Rs. 10.00 Crore)	ACUITE BB/ Stable (Upgraded)
	Short Term Loan	Long-Term	10.00	ACUITE BB/ Stable (Assigned)
	Term Loan	Long-Term	6.50	ACUITE BB/ Stable (Assigned)
	Proposed Bank Facility	Long-Term	1.50	ACUITE BB/ Stable (Assigned)
30 April, 2019	Cash Credit	Long-Term	10.00	ACUITE BB-/ Stable (Assigned)

*Annexure – Details of instruments rated

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	20.00	ACUITE BB (Issuer not-cooperating*)
Short Term Loan	Not Applicable	Not applicable	Not Applicable	10.00	ACUITE BB (Issuer not-cooperating*)
Term Loan	Not available	Not available	Not available	6.50	ACUITE BB (Issuer not-cooperating*)
Proposed Bank Facility	Not applicable	Not applicable	Not applicable	1.50	ACUITE BB (Issuer not-cooperating*)

Contacts

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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 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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