

## Press Release

**Rahee Track Technologies Private Limited**

**January 17, 2022**



### Rating Downgraded and Issuer not co-operating

| Product                  | Quantum<br>(Rs. Cr) | Long Term Rating                                   | Short Term Rating                                  |
|--------------------------|---------------------|--|--|
| <b>Bank Loan Ratings</b> | 45.50               |  | ACUITE A4+   Downgraded   Issuer not co-operating* |
| <b>Bank Loan Ratings</b> | 41.50               | ACUITE BB+   Downgraded   Issuer not co-operating* |  |
| <b>Total</b>             | 87.00               | -  | -  |

### Rating Rationale

Acuite has downgraded the long term rating to 'ACUITE BB+ ' (read as ACUITE double B plus) from 'ACUITE BBB-' (read as ACUITE triple B minus) and the short term rating to 'ACUITE A4+' (read as ACUITE A four plus) from 'ACUITE A3' (read as ACUITE A three) on the Rs. 87.00 crore bank facilities of Rahee Track Technologies Private Limited (RTTPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### About the Company

Rahee Track Technologies Private Limited (RTTPL) was incorporated in 2002 as 'Shalimar Fastenings Private Limited' by Mr. Pradeep Khaitan and Mr. Pawan Khaitan. In 2005, the company was renamed as Rahee Track Technologies Private Limited (RTTPL) and was engaged in manufacturing of turnout, rail expansion joints and glued insulated joints. The company has manufacturing facilities in Kolkata and Hyderabad. RTTPL was taken over by the Rahee Group in June 2011. Rahee Infratech Limited (Acuite BBB-/Stable/A3+), the flagship company of the Rahee Group, involved in the construction of bridges for the Indian Railways, holds a 53.98 percent stake in RTTPL.

### 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. Acuite 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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

### 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.

### Rating Sensitivities

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

### Material Covenants

No

### Liquidity Position

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

### Outlook

None

### Key Financials

| Particulars                   | Unit    | FY 21 (Actual) | FY 20 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income              | Rs. Cr. | 108.73         | 94.74          |
| PAT                           | Rs. Cr. | 7.99           | 4.43           |
| PAT Margin                    | (%)     | 7.35           | 4.68           |
| Total Debt/Tangible Net Worth | Times   | 0.69           | 0.64           |
| PBDIT/Interest                | Times   | 4.41           | 3.55           |

### Status of non-cooperation with previous CRA

None

### Any other information

None

### 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

| Date        | Name of Instruments/Facilities | Term       | Amount (Rs. Cr) | Rating/Outlook                    |
|-------------|--------------------------------|------------|-----------------|-----------------------------------|
| 21 Oct 2020 | Bank Guarantee                 | Long Term  | 10.00           | ACUITE A3 (Reaffirmed)            |
|             | Bank Guarantee                 | Short Term | 35.50           | ACUITE A3 (Reaffirmed)            |
|             | Proposed Long Term Loan        | Long Term  | 4.35            | ACUITE BBB-   Stable (Reaffirmed) |
|             | Cash Credit                    | Long Term  | 14.00           | ACUITE BBB-   Stable (Reaffirmed) |
|             | Term Loan                      | Long Term  | 3.60            | ACUITE BBB-   Stable (Assigned)   |
|             | Term Loan                      | Long Term  | 6.55            | ACUITE BBB-   Stable (Reaffirmed) |
|             | Cash Credit                    | Long Term  | 13.00           | ACUITE BBB-   Stable (Reaffirmed) |

|             |                         |            |       |                                 |
|-------------|-------------------------|------------|-------|---------------------------------|
| 08 Aug 2019 | Bank Guarantee          | Short Term | 35.50 | ACUITE A3 (Assigned)            |
|             | Proposed Bank Facility  | Short Term | 1.50  | ACUITE A3 (Assigned)            |
|             | Proposed Term Loan      | Long Term  | 4.50  | ACUITE BBB-   Stable (Assigned) |
|             | Proposed Cash Credit    | Long Term  | 4.00  | ACUITE BBB-   Stable (Assigned) |
|             | Cash Credit             | Long Term  | 10.00 | ACUITE BBB-   Stable (Assigned) |
|             | Proposed Bank Guarantee | Short Term | 10.00 | ACUITE A3 (Assigned)            |
|             | Term Loan               | Long Term  | 8.50  | ACUITE BBB-   Stable (Assigned) |
|             | Cash Credit             | Long Term  | 13.00 | ACUITE BBB-   Stable (Assigned) |

## Annexure - Details of instruments rated

| Lender's Name       | ISIN           | Facilities                         | Date Of Issuance | Coupon Rate    | Maturity Date  | Quantum (Rs. Cr.) | Rating  |
|---------------------|----------------|------------------------------------|------------------|----------------|----------------|-------------------|---|
| ICICI Bank Ltd      | Not Applicable | Bank Guarantee/Letter of Guarantee | Not Applicable   | Not Applicable | Not Applicable | 35.50             | ACUITE A4+<br> <br>Downgraded<br>  Issuer not co-operating* |
| Union Bank of India | Not Applicable | Bank Guarantee/Letter of Guarantee | Not Applicable   | Not Applicable | Not Applicable | 10.00             | ACUITE A4+<br> <br>Downgraded<br>  Issuer not co-operating* |
| Union Bank of India | Not Applicable | Cash Credit                        | Not Applicable   | Not Applicable | Not Applicable | 14.00             | ACUITE BB+<br> <br>Downgraded<br>  Issuer not co-operating* |
| ICICI Bank Ltd      | Not Applicable | Cash Credit                        | Not Applicable   | Not Applicable | Not Applicable | 13.00             | ACUITE BB+<br> <br>Downgraded<br>  Issuer not co-operating* |
| Not Applicable      | Not Applicable | Proposed Long Term Bank Facility   | Not Applicable   | Not Applicable | Not Applicable | 4.35              | ACUITE BB+<br> <br>Downgraded<br>  Issuer not co-operating* |
| Union Bank of India | Not Applicable | Term Loan                          | 30-04-2017       | 12.10          | 31-03-2023     | 6.55              | ACUITE BB+<br> <br>Downgraded<br>  Issuer not co-operating* |
| Union Bank of India | Not Applicable | Term Loan                          | 30-09-2019       | 11.90          | 31-03-2025     | 3.60              | ACUITE BB+<br> <br>Downgraded<br>  Issuer not co-operating* |

## Contacts

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

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