

Press Release
Lare Fibc And Energies Private Limited
(Erstwhile Tech Sun Energies Private Limited)

July 14, 2021



Rating Update

Total Bank Facilities Rated*	Rs.29.50 Cr.#
Long Term Rating	ACUITE B- Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and the short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.29.50 Crore bank facilities of Lare Fibc & Energies Private Limited (LFEPL). This rating is now an indicative rating and is based on the best available information.

Tamil Nadu based, LFEPL was originally incorporated in 2012 as Tech Sun Energies Private Limited; the name was changed in 2019. The Company is promoted by Mr. Mayilvel Ponnusamy and Mrs. Navaneethan Krishnan Ponlakshmi. The company is engaged in providing Operation and Maintenance Services to various Industry segments with specialisation in Power related industries and Petrochemicals Industries.

In May 2018, LFEPL is proposed to diversify its business to manufacturing of flexible intermediate bulk containers (FIBC) also known as Jumbo bags for packaging applications. The company commenced operations from January 2020. The manufacturing unit is located in Tirunelveli in Tamil Nadu and has installed production capacity of 750 per hour.

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.

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>
- Manufacturing entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Service Sector Entities- <https://www.acuite.in/view-rating-criteria-50.htm>
- Financial Ratios And Adjustments -<https://www.acuite.in/view-rating-criteria-53.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 endeavoured 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.

Liquidity Indicators:

Liquidity position is in pressure based on the feedback given by the banker.

Rating Sensitivity –

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

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)

None

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
20-April-2020	Term Loan I	Long Term	17.40	ACUITE B-/Stable (Reaffirmed)
	Overdraft	Long Term	1.00	ACUITE B-/Stable (Reaffirmed)
	PC/PCFC	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	1.50	ACUITE A4 (Reaffirmed)
	Term Loan II	Long Term	7.60	ACUITE B-/Stable (Assigned)
28-January-2019	Term Loan	Long Term	17.40	ACUITE B-/Stable (Assigned)
	Overdraft	Long Term	1.00	ACUITE B-/Stable (Assigned)
	PC/PCFC	Short Term	2.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	1.50	ACUITE A4 (Assigned)
	Proposed	Long Term	0.10	ACUITE B-/Stable (Assigned)

*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 Loan I	17-09-2019	Not available	31-05-2027	17.40	ACUITE B- Issuer not co-operating*
Overdraft	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B- Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4 Issuer not co-operating*
Term Loan II	17-09-2019	Not available	31-05-2027	7.60	ACUITE B- Issuer not co-operating*

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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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