



Press Release

Melco India Private Limited

July 28, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 127.00 crore
Long Term Rating	ACUITE BB+ (Downgraded & Issuer not co-operating)
Short Term Rating	ACUITE A4+ (Downgraded & Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) and the short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3+**' (read as **ACUITE A three plus**) on the Rs. 127.00 crore bank facilities of Melco India Private Limited (MIPL). The rating is on account of the best available information.

Incorporated in 1995, Haryana based Melco India Private Limited is engaged in turnkey execution of ash handling systems, mill reject systems and pollution control systems for thermal power plants, manufacturing and supplying equipment for these systems and their maintenance services. The company is promoted by Mr. V.K. Malik and Mr. Sandhir Malik. Earlier, the business was carried on as a partnership firm in the name of Melco Precisions since 1971. In the year 2019, the company shifted its business model to air pollution control systems from mere ash handling systems and has tied-up with international players such as United Conveyor Corporation (UCC), USA and Rafako, Poland.

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

- 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). 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.

Liquidity Indicators- "No information provided by the issuer / available for Acuité to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuité to comment upon."

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)

Not applicable

Any other information

None

Rating History (Up to last three years)

Date	Name of the instrument/ facilities	Term	Amount (Rs. Cr.)	Ratings/ Outlook
May 13, 2020	Cash Credit	Long-term	4.00	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long-term	6.00	ACUITE BBB/ Stable (Assigned)
	Bank Guarantee	Short-term	10.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short-term	44.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short-term	18.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short-term	25.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short-term	20.00	ACUITE A3+ (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	4.00	ACUITE BB+ Downgraded; Issuer not co-operating*
Cash Credit	Not applicable	Not applicable	Not applicable	6.00	ACUITE BB+ Downgraded; Issuer not co-operating*
Bank Guarantee	Not applicable	Not applicable	Not applicable	10.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Bank Guarantee	Not applicable	Not applicable	Not applicable	44.00	ACUITE A4+ Downgraded; Issuer not co-operating*

Bank Guarantee	Not applicable	Not applicable	Not applicable	18.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Bank Guarantee	Not applicable	Not applicable	Not applicable	25.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Bank Guarantee	Not applicable	Not applicable	Not applicable	20.00	ACUITE A4+ Downgraded; 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 8,383 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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