



Press Release
UTTAM CYLINDERS PRIVATE LIMITED
March 18, 2025
Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	62.11	ACUITE C Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	25.00	ACUITE D Downgraded Issuer not co-operating*	-
Bank Loan Ratings	12.89	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	100.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE D**' (read as **ACUITE D**) from '**ACUITE C**' (read as **ACUITE C**) on the Rs. 25.00 Cr. bank facilities of Uttam Cylinders Private Limited (UCPL).

Further, Acuite has reaffirmed its long-term rating of '**ACUITE C**' (read as **ACUITE C**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 75.00 Cr. bank facilities of Uttam Cylinders Private Limited (UCPL).

The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Rationale for Downgrade

The downgrade is based on classification of the account to Non Performing Asset (NPA) category as per publicly available information.

About the Company

Uttam Cylinders Private Limited (UCPL) was incorporated in November 2008 by Mr. Karan Bhatia and Ms. Aanchal Bhatia. The company is one of the flagship entity of Uttam Group. UCPL is engaged in manufacturing of Bulk Gas Transport (BGT) System for compressed natural gas (CNG) and hydrogen. In addition to this, the company is also involved in trading of high-pressure gas cylinder made of aluminium and carbon composite. The company also manufactures mobile refuelling unit for CNG. The aluminium cylinder is utilized in medical and industrial field whereas the carbon composite is utilized in clean energy and aerospace field. The manufacturing facility for BGT system is located at Faridabad, Haryana.

About the Group

Uttam Composite LLC; incorporated on October 08th 2020 in California, USA is a wholly owned subsidiary of UCPL, engaged in manufacturing of carbon composite cylinders. Approximately 60% of total production is purchased by the holding company for manufacturing of BGT Systems in their Faridabad unit in India. The key management personnel include Mr. Aaryaman Bhatia.

Unsupported Rating

Not Applicable

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. Acuité 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 is, therefore, being flagged as “Issuer not-cooperating”, in line with prevailing SEBI regulations and Acuité’s policies.

Limitation regarding information availability

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivity

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

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 24 (Provisional)	FY 23 (Actual)
Operating Income	Rs. Cr.	82.39	167.78
PAT	Rs. Cr.	(19.59)	(5.22)
PAT Margin	(%)	(23.77)	(3.11)
Total Debt/Tangible Net Worth	Times	(7.13)	8.63
PBDIT/Interest	Times	(1.29)	0.73

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
06 Feb 2025	Bank Guarantee (BLR)	Short Term	2.89	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Letter of Credit	Short Term	10.00	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Cash Credit	Long Term	15.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB+ Stable)
	Bills Discounting	Long Term	10.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB+ Stable)
	Proposed Long Term Bank Facility	Long Term	22.11	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB+ Stable)
	Term Loan	Long Term	25.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB+ Stable)
	Cash Credit	Long Term	15.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB+ Stable)
31 May 2024	Bank Guarantee (BLR)	Short Term	2.89	ACUITE A4+ (Downgraded from ACUITE A2)
	Letter of Credit	Short Term	10.00	ACUITE A4+ (Downgraded from ACUITE A2)
	Cash Credit	Long Term	15.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB Stable)
	Bills Discounting	Long Term	10.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB Stable)
	Proposed Long Term Bank Facility	Long Term	22.11	ACUITE BB+ Stable (Downgraded from ACUITE BBB Stable)
	Term Loan	Long Term	25.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB Stable)
	Cash Credit	Long Term	15.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB Stable)
03 Mar 2023	Bank Guarantee (BLR)	Short Term	5.00	ACUITE A2 (Reaffirmed)
	Cash Credit	Long Term	15.00	ACUITE BBB Stable (Reaffirmed)
	Bills Discounting	Long Term	10.00	ACUITE BBB Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	70.00	ACUITE BBB Stable (Reaffirmed)
27 Jan 2022	Bank Guarantee (BLR)	Short Term	5.00	ACUITE A2 (Assigned)
	Proposed Long Term Bank Facility	Long Term	70.00	ACUITE BBB Stable (Assigned)
	Bills Discounting	Long Term	10.00	ACUITE BBB Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BBB Stable (Assigned)

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

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
ICICI Bank Ltd	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.89	Simple	ACUITE A4 Reaffirmed Issuer not co-operating*
ICICI Bank Ltd	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE C Reaffirmed Issuer not co-operating*
ICICI Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE C Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE C Reaffirmed Issuer not co-operating*
ICICI Bank Ltd	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	22.11	Simple	ACUITE C Reaffirmed Issuer not co-operating*
Tata Capital Limited	Not avl. / Not appl.	Term Loan	31 Mar 2023	Not avl. / Not appl.	05 Jun 2027	25.00	Simple	ACUITE D Downgraded Issuer not co-operating* (from ACUITE C)

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

*Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)

Sr. No.	Company Name
1	Uttam Composite LLC
2	Uttam Cylinders Private Limited

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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