



**Press Release**  
**CLASSIC MICROTECH PRIVATE LIMITED**  
**January 05, 2024**

**Rating Reaffirmed and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.36	ACUITE B-   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	5.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	17.36	-	-

**Rating Rationale**

Acuite has reaffirmed the long-term rating to '**ACUITE B-**' (read as **ACUITE B minus**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.17.36 Crore bank facilities of Classic Microtech Private Limited (CMPL). The rating is now flagged as "Issuer Not-Cooperating" on account of information risk.

**About the Company**

Classic Microtech Private Limited was incorporated in 2002 and is based at Gujarat. The company is engaged in manufacturing of Feldspar Powder & Zirconium Silicate. Currently the company is managed by Mr. Narsinhbhai Pashabhai Patel and Mr. Hasmukhbhai Mohanbhai Patel.

**Unsupported Rating**

Not Applicable

**Non-cooperation by the issuer/borrower**

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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 noncooperation 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 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.

**Assessment of Adequacy of Credit Enhancement (Applicable only for CE & SO Rating)**

Not applicable.

**Rating Sensitivities**

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

**All Covenants (Applicable only for CE & SO Rating)**

Not applicable.

**Liquidity Position**

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

**Outlook**

Not applicable.

**Other Factors affecting Rating**

Not Applicable

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	13.76	17.05
PAT	Rs. Cr.	0.04	0.04
PAT Margin	(%)	0.30	0.23
Total Debt/Tangible Net Worth	Times	1.83	2.12
PBDIT/Interest	Times	1.49	1.58

### Status of non-cooperation with previous CRA

Not Applicable

### 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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite'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](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
04 Oct 2023	Cash Credit	Long Term	3.50	ACUITE B-   Stable (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A4 (Assigned)
	Proposed Bank Facility	Long Term	7.30	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	0.87	ACUITE B-   Stable (Assigned)
	Working Capital Term Loan	Long Term	0.66	ACUITE B-   Stable (Assigned)
	Covid Emergency Line.	Long Term	0.03	ACUITE B-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	3.50	ACUITE B-   Reaffirmed   Issuer not co- operating*
Indian Bank	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	0.03	ACUITE B-   Reaffirmed   Issuer not co- operating*
Indian Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	ACUITE A4   Reaffirmed   Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	7.30	ACUITE B-   Reaffirmed   Issuer not co- operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	0.87	ACUITE B-   Reaffirmed   Issuer not co- operating*
Indian Bank	Not Applicable	Working Capital Term Loan	Not available	Not available	Not available	Simple	0.66	ACUITE B-   Reaffirmed   Issuer not co- operating*

## 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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