



**Press Release**  
**INDUSTRIAL SYSTEMS LLP**  
**December 15, 2023**

**Rating Reaffirmed, Withdrawn & Issuer Not Cooperating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Ratings</b> <b>Loan</b>	12.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
<b>Bank Ratings</b> <b>Loan</b>	5.00	Not Applicable   Withdrawn	-
<b>Bank Ratings</b> <b>Loan</b>	28.00	-	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Bank Ratings</b> <b>Loan</b>	10.00	-	Not Applicable   Withdrawn
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	55.00	-	-

**Rating Rationale**

Erratum: In the original PR dated December 8, 2023, the short term rating was not mentioned in the first paragraph, which has been rectified in this version of the PR.

**Rating Rationale**

Acuite has **reaffirmed and withdrawn** the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs 40.00 Cr., and also **withdrawn** the long term and short term rating on the Rs 15.00 Cr **proposed** bank facilities of Industrial Systems LLP. The rating is now flagged as "Issuer Not Cooperating" based on account of information risk.

Acuite has received the withdrawal request from the Company because it does not want to continue the rating any further. A No Objection Certificate (NOC) for the same has been received from Federal Bank. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. However, the banker has provided their feedback that the conduct of the account is satisfactory.

**About the Company**

Assam-based, Industrial Systems LLP was established in the year of 2001 as a proprietorship concern and subsequently changed its constitution in April 2017. The firm is engaged in Government EPC and turnkey contractors and suppliers in North-East part of the country. Currently the firm is managed by the partners Mr. Ajay Bhoopal and Mr. Rajni Bhoopal.

**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 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 Acuité'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). 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 ratings based.

**Rating Sensitivities**

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

**All Covenants**

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 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	150.43	30.42
PAT	Rs. Cr.	6.04	1.10
PAT Margin	(%)	4.02	3.63
Total Debt/Tangible Net Worth	Times	0.94	0.74
PBDIT/Interest	Times	4.92	4.21

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

Acuite is yet to receive the latest No Default Statement from the rated entity despite repeated requests and followups.

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Complexity Level Of Financial Instruments: <https://www.acuite.in/view-rating-criteria-55.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.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
26 Oct 2022	Cash Credit	Long Term	12.00	ACUITE BB+   Stable (Assigned)
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Assigned)
	Proposed Cash Credit	Long Term	5.00	ACUITE BB+   Stable (Assigned)
	Bank Guarantee	Short Term	28.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Federal Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	28.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Federal Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	12.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	Simple	10.00	Not Applicable   Withdrawn
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	Not Applicable   Withdrawn

## 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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