

Press Release

Sitara Conductors And Cables Private Limited

January 11, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 6.40 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.

Acuite has reviewed long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and short term rating of '**ACUITE A4**' (read as '**ACUITE A four**') on the Rs. 6.40 crore bank facilities of Sitara Conductors And Cables Private Limited (SCPL). This rating is now an indicative rating and is based on best available information.

SCPL, a West Bengal based company was established in 1986 as a proprietorship firm and changed to private limited in 2007. The company, led by Directors, Mr. Nirmal Kumar Mukim and Mrs. Alka Devi Mukim, is engaged in the manufacture of aluminium conductors and cables used for power distribution. The day-to-day operations are managed by Mr. Nirmal Kumar Mukim. The manufacturing capacity stands at 1850 metric tons per annum.

Non-cooperation by the issuer/borrower

Acuite 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/criteria-fin-ratios.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). Acuite endeavoured 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.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	13.83	14.77	14.86
EBITDA	Rs. Cr.	0.92	0.85	0.73
PAT	Rs. Cr.	0.05	0.05	0.06
EBITDA Margin	(%)	6.68	5.77	4.90
PAT Margin	(%)	0.39	0.32	0.39
ROCE (%)	(%)	13.55	14.95	27.79
Total Debt/Tangible Net Worth	Times	1.97	1.61	1.23
PBDIT/Interest	Times	1.23	1.33	1.32

Total Debt/PBDIT	Times	8.63	6.29	3.42
Gross Current Assets (Days)	Days	161	169	-5271484

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27-Nov-2017	Cash Credit	Long Term	4.00	ACUITE B+ / Stable (Assigned)
	Term Loan	Long Term	0.40	ACUITE B+ / Stable (Assigned)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE B+ Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (Erstwhile SMERA Ratings 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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