

## Press Release

Balaji Engineering

May 19, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.00	-	ACUITE D   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	11.50	ACUITE D   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	12.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D' (read as ACUITE D)** and short term rating of '**ACUITE D' (read as ACUITE D)** on the Rs. 12.50 crore bank facilities of Balaji Engineering (BE). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

### About the Company

The Tamil Nadu-based, BE was established in 2013 is a partnership firm engaged in the manufacturing of stoneware pipes at Vriddhachalam. BE procures raw materials from local vendors in Tamil Nadu and Karnataka. The firm caters to construction companies in Tamil Nadu, Karnataka and Andhra Pradesh. The day-to-day operations are led by Mr. Ramanathan. The annual production capacity stands at 18,000 MT.

### 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 the due date. 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.

## About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

## Rating Sensitivity

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

## Material Covenants

Not Applicable

## Liquidity Position

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

## Outlook

Not Applicable

## Status of non-cooperation with previous CRA

None

## Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

## Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

## Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
17 Feb 2021	Term Loan	Long Term	7.50	ACUITE D (Issuer not co-operating*)
	Letter of Credit	ShortTerm	1.00	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	4.00	ACUITE D (Issuer not co-operating*)
12 Dec 2019	Cash Credit	Long Term	4.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	7.50	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)

14 Sep 2018	Cash Credit	Long Term	4.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	7.50	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
08 Jul 2017	Cash Credit	Long Term	4.00	ACUITE D (Assigned)
	Term Loan	Long Term	7.50	ACUITE D (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE D (Assigned)
16 Dec 2016	Cash Credit	Long Term	2.00	ACUITE B   Stable (Suspended)
	Term Loan	Long Term	7.50	ACUITE B   Stable (Suspended)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Suspended)
11 Sep 2015	Cash Credit	Long Term	2.00	ACUITE B   Stable (Assigned)
	Term Loan	Long Term	7.50	ACUITE B   Stable (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Assigned)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Rating</b>
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	30-04-2024	7.50	ACUITE D   Reaffirmed   Issuer not co-operating*

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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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