

Press Release

Chandresh Cables Limited

December 16, 2021



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	9.50		ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank Loan Ratings	25.00	ACUITE BB- Downgraded Issuer not co-operating*	
Total	34.50	-	-

Rating Rationale

Acuité has downgraded the long-term rating to 'ACUITE BB-' (read as ACUITE double B minus) from 'ACUITE BB' (read as ACUITE double B) and reaffirmed the short term rating of 'ACUITE A4+' (read as ACUITE A four plus) on the Rs. 34.50 crore bank facilities of Chandresh Cables Limited(CCL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Incorporated in 1981, CCL was established by Mr. Parasmal Jain, Mr. Tejraj Jain and Mr. Pukhraj Bafna. The company is engaged in the manufacturing and trading of cables and wires at Gujarat. The installed capacity stands at 30000 km per annum for low tension wires and household cables while it is 10 km per day for high tension wires. The company is ISO 9001:2008 certified and sells its products under the 'Avocab' brand name. Besides this, the company is also into the generation of wind power. The overall operations are managed by Mr. Rajendra Jain, Mr. Amit Jain, Mr. Abhivandan Lodha and Mr. Ankit Lodha.

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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

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

Liquidity Indicators

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

Rating Sensitivity

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

About the Rated Entity - Key Financials

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

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.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Sep 2020	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	25.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
27 Jun 2019	Cash Credit	Long Term	25.00	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
06 Apr 2018	Cash Credit	Long Term	25.00	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
09 Feb 2017	Cash Credit	Long Term	25.00	ACUITE BB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Reaffirmed)
21 Aug 2015	Cash Credit	Long Term	25.00	ACUITE BB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Reaffirmed)
07 Jul 2015	Cash Credit	Long Term	22.00	ACUITE BB+ Stable (Upgraded from ACUITE BB Stable)
	Bills Discounting	Short Term	1.50	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Reaffirmed)

	Bank Guarantee	Short Term	3.00	ACUITE A4+ (Reaffirmed)
05 Feb 2014	Cash Credit	Long Term	22.00	ACUITE BB Stable (Assigned)
	Letter of Credit	Short Term	1.50	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	3.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	4.00	4.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	25.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.50	5.50	ACUITE A4+ Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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