

## Press Release



### DTL Ancillaries Limited

April 15, 2021

### Rating Update

|                                     |   |
|-------------------------------------|---|
| <b>Total Bank Facilities Rated*</b> | Rs. 74.00 Cr.#  |
| <b>Long Term Rating</b>             | ACUITE BB<br>(Downgraded from ACUITE BB+)<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | ACUITE A4+<br>Issuer not co-operating*                                |

#Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE BB**' (**read as ACUITE double B**) from '**ACUITE BB+**' (**read as ACUITE double B plus**) and reviewed the short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 74.00 crore bank facilities of DTL Ancillaries Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

DTL Ancillaries Limited (DTLA) is a Pune-based company incorporated in 1996 by Mr. Vijay Mohan Jain. Mr. Jain is ably supported by his son, Mr. Sidharth Jain in his capacity as a Joint Managing Director. DTLA is engaged in manufacturing of Cold Roll Formed (CRF) components for Automobile industry, Indian Railways (IR) and Metro Railways. DTLA manufactures CRF components and fabricates side walls and roofs for wagons/coaches for Indian Railways which accounts for almost 90 percent of the company's revenues. DTLA also supplies load bodies and panels for commercial vehicles to Piaggio Vehicles which accounts to the rest of the 10 percent of the revenues. The company has five manufacturing units, four at Pune and one at Kolkata.

#### 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

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

None

#### Any other information

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[www.acuite.in](http://www.acuite.in)

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

### Rating History (Up to last three years)

| Date          | Name of Instrument / Facilities | Term       | Amount (Rs. Cr) | Ratings/Outlook   |
|---------------|---------------------------------|------------|-----------------|---|
| Jan 14, 2020  | Cash Credit                     | Long Term  | 35.00           | ACUITE BB+<br>(Downgraded from ACUITE BBB-)<br>Issuer not co-operating* |
|               | Letter of Credit                | Short Term | 29.00           | ACUITE A4+<br>(Downgraded from ACUITE A3)<br>Issuer not co-operating*   |
|               | Bank Guarantee                  | Short Term | 10.00           | ACUITE A4+<br>(Downgraded from ACUITE A3)<br>Issuer not co-operating*   |
| July 10, 2019 | Cash Credit                     | Long Term  | 35.00           | ACUITE BBB-<br>Issuer<br>not co-operating*                              |
|               | Letter of Credit                | Short Term | 29.00           | ACUITE A3<br>Issuer not co-operating*                                   |
|               | Bank Guarantee                  | Short Term | 10.00           | ACUITE A3<br>Issuer not co-operating*                                   |
| May 09, 2018  | Cash Credit                     | Long Term  | 35.00           | ACUITE BBB-/Stable<br>(Suspension Revoked,<br>Rating Assigned)          |
|               | Letter of Credit                | Short Term | 29.00           | ACUITE A3 (Suspension<br>Revoked, Rating Assigned)                      |
|               | Bank Guarantee                  | Short Term | 10.00           | ACUITE A3 (Suspension<br>Revoked, Rating Assigned)                      |

### #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Crore) | Ratings/Outlook   |
|------------------------|------------------|----------------|----------------|-------------------------------|---|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 35.00                         | ACUITE BB<br>(Downgraded from ACUITE BB+)<br>Issuer not co-operating* |
| Letter of Credit       | Not Applicable   | Not Applicable | Not Applicable | 29.00                         | ACUITE A4+<br>Issuer not co-operating*                                |
| Bank Guarantee         | Not Applicable   | Not Applicable | Not Applicable | 10.00                         | ACUITE A4+<br>Issuer not co-operating*                                |

\*The issuer did not co-operate; based on best available information

## Contacts

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|--|--|
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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 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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