

Press Release

DTL Ancillaries Limited

April 15, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 74.00 Cr.#
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+) 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 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:

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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). 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.

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

Acuite 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+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
	Letter of Credit	Short Term	29.00	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*
	Bank Guarantee	Short Term	10.00	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*
July 10, 2019	Cash Credit	Long Term	35.00	ACUITE BBB- Issuer not co-operating*
	Letter of Credit	Short Term	29.00	ACUITE A3 Issuer not co-operating*
	Bank Guarantee	Short Term	10.00	ACUITE A3 Issuer not co-operating*
May 09, 2018	Cash Credit	Long Term	35.00	ACUITE BBB-/Stable (Suspension Revoked, Rating Assigned)
	Letter of Credit	Short Term	29.00	ACUITE A3 (Suspension Revoked, Rating Assigned)
	Bank Guarantee	Short Term	10.00	ACUITE A3 (Suspension 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 (Downgraded from ACUITE BB+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	29.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in</p> <p>Ashvita Ramesh Analyst - Rating Operations Tel: 022-49294064 Ashvita.ramesh@acuite.in</p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in</p>

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.