Press Release

Santhi Casting Works

September 25, 2018

Rating Update

Total Bank Facilities Rated*	Rs. 23.58 Cr.
Long Term Rating	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.

Acuité has reviewed long-term rating of '**ACUITE BB**' **(read as ACUITE double B)** and short term rating of **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs.23.58 crore bank facilities of SANTHI CASTING WORKS. This rating is now an indicative rating and is based on the best available information.

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 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 Sector: https://www.acuite.in/view-rating-criteria-4.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, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Santhi Casting Works (SCW) is a Coimbatore-based proprietorship firm established in 1971 by Mr. M. Kandasamy. The firm is engaged in the manufacturing of grey iron (GI) and Spheroidal graphite (SG) castings. The foundry division located at Coimbatore has an installed capacity of 12000 pieces per annum. The firm caters to automobile companies located at Bangalore, Chennai, Coimbatore and Madurai and also has set-up a wind mill with an installed capacity of 6.10 MV in Narasimanaickenpalayam, Coimbatore. The windmill energy generated from the unit is utilised for captive consumption and surplus production is sold to the government.

In FY2016-17 (Provisional), SCW reported net profit of Rs.0.77 crore on operating income of Rs.34.12 crore as against net profit of Rs.3.53 crore on operating income of Rs.29.93 crore in the previous year. The networth stood at Rs. 21.92 crore (Provisional) as on 31 March, 2017 as against Rs. 21.09 crore in the previous year.

Any other information:

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

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

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
September 04, 2017	Cash Credit	Long Term	6.00	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	6.08	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	7.50	ACUITE BB/Stable (Assigned)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	6.00	ACUITE BB Issuer not co-operating*
Term Loan	NA	NA	NA	6.08	ACUITE BB Issuer not co-operating*
Term Loan	NA	NA	NA	7.50	ACUITE BB Issuer not co-operating*
Letter of Credit	NA	NA	NA	4.00	ACUITE A4+ Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Srihari Adari Head - Corporate and Infrastructure Sector Ratings Tel: 040-40042327 srihari.adari@acuite.in Naveen Papisetty Analyst - Rating Operations Tel: 022-67141148 naveen.papisetty@acuiteratings.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in

About Acuité Ratings & Research:
Acuité 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.

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.*