



**Press Release**  
**Chemin Controls and Instrumentation Private Limited**  
**August 05, 2024**

**Rating Downgraded, Reaffirmed and Issuer not co-operating**

| Product                               | Quantum<br>(Rs. Cr) | Long Term Rating                                    | Short Term Rating                                    |
|---------------------------------------|---------------------|-----------------------------------------------------|------------------------------------------------------|
| Bank Loan Ratings                     | 4.14                | ACUITE B   Downgraded  <br>Issuer not co-operating* | -                                                    |
| Bank Loan Ratings                     | 7.50                | -                                                   | ACUITE A4   Reaffirmed  <br>Issuer not co-operating* |
| Total Outstanding<br>Quantum (Rs. Cr) | 11.64               | -                                                   | -                                                    |

**Rating Rationale**

Acuite has downgraded the long term rating to '**ACUITE B**' (read as **ACUITE B**) from '**ACUITE B+**' (read as **ACUITE B plus**) and reaffirmed the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 11.64 Cr. bank facilities of Chemin Control and Instrumentation Private Limited (CC IPL) on account of information risk. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

**About the Company**

Chemin Controls Instrumentation Private Limited (CC IPL) was incorporated in 2004, it is a Puducherry based company, established to take over the running businesses of Chemin Consulting Engineers (established in 1981), Chemin Controls, Peruson & Chemin (established in 1987), and Chemin Institute of Instrumentation Management (established in 1999). It is engaged in undertaking turnkey instrumentation and electrical projects. The company provides services for the erection and commissioning of control systems as well as designing and manufacturing of electrification control panels as per the customer specifications. The company is promoted by Mr. P. Rangaraj, has more than four decades of experience in the similar business.

**Unsupported Rating**

Not Applicable

**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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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 ratings are based.

**Rating Sensitivity**

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

**Liquidity Position**

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

**Outlook**

Not Applicable

**Other Factors affecting Rating**

None

## Key Financials

| Particulars                   | Unit    | FY 23 (Actual) | FY 22 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income              | Rs. Cr. | 22.19          | 22.03          |
| PAT                           | Rs. Cr. | 0.01           | (0.62)         |
| PAT Margin                    | (%)     | 0.05           | (2.82)         |
| Total Debt/Tangible Net Worth | Times   | 1.07           | 0.91           |
| PBDIT/Interest                | Times   | 1.55           | 1.96           |

## Status of non-cooperation with previous CRA

Not Applicable

## Any other information

None

## Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

| Date        | Name of Instruments/Facilities     | Term       | Amount (Rs. Cr) | Rating/Outlook                                    |
|-------------|------------------------------------|------------|-----------------|---------------------------------------------------|
| 09 May 2023 | Cash Credit                        | Long Term  | 2.75            | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
|             | Proposed Long Term Bank Facility   | Long Term  | 1.39            | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
|             | Bank Guarantee/Letter of Guarantee | Short Term | 7.50            | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| 08 Feb 2022 | Proposed Long Term Bank Facility   | Long Term  | 1.39            | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
|             | Cash Credit                        | Long Term  | 2.75            | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
|             | Bank Guarantee/Letter of Guarantee | Short Term | 7.50            | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| 04 Jan 2021 | Bank Guarantee (BLR)               | Short Term | 7.50            | ACUITE A4 (Reaffirmed)                            |
|             | Cash Credit                        | Long Term  | 2.75            | ACUITE B+   Stable (Reaffirmed)                   |
|             | Proposed Long Term Bank Facility   | Long Term  | 1.39            | ACUITE B+   Stable (Reaffirmed)                   |

## Annexure - Details of instruments rated

| Lender's Name        | ISIN                 | Facilities                         | Date Of Issuance     | Coupon Rate          | Maturity Date        | Complexity Level | Quantum (Rs. Cr.) | Rating                                                              |
|----------------------|----------------------|------------------------------------|----------------------|----------------------|----------------------|------------------|-------------------|---------------------------------------------------------------------|
| Punjab National Bank | Not avl. / Not appl. | Bank Guarantee/Letter of Guarantee | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 7.50              | ACUITE A4   Reaffirmed   Issuer not co-operating*                   |
| Punjab National Bank | Not avl. / Not appl. | Cash Credit                        | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 2.75              | ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE B+ ) |
| Not Applicable       | Not avl. / Not appl. | Proposed Long Term Bank Facility   | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 1.39              | ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE B+ ) |

## Contacts

| Analytical                                                                                                                                                                                                                                                                                         | Rating Desk                                                                                                                                               |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------|
| Mohit Jain<br>Senior Vice President-Rating Operations<br>Tel: 022-49294017<br><a href="mailto:mohit.jain@acuite.in">mohit.jain@acuite.in</a><br><br>Sahil Sawant<br>Associate Analyst-Rating Operations<br>Tel: 022-49294065<br><a href="mailto:sahil.sawant@acuite.in">sahil.sawant@acuite.in</a> | Varsha Bist<br>Associate Vice President-Rating<br>Administration<br>Tel: 022-49294011<br><a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a> |

### 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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