

RATING RATIONALE

05 May 2020

Accutech Enterprises

Brickwork Ratings Downgrades the ratings for long term facilities of ₹ 8.62 Crs and reaffirms the ratings for short term facilities of Rs. 0.15 Crs of M/s. Accutech Enterprises based on best available information, as the issuer did not cooperate.

Particulars

Facilities	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Feb, 2018)	Present
Fund based:					
Overdraft	2.00	2.00	Long Term	BWR BB- stable	BWR B stable Issuer Non Cooperation* (Downgrade)
Term loan	6.62	6.62			
Non Fund based:					
Bank Guarantee	0.15	0.15	Short Term	BWR A4	BWR A4 Issuer Non Cooperation* (Reaffirmation)
Total	8.77	8.77	INR Eight Crores and Seventy Seven Lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

Details of Bank facilities is provided in Annexure -I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings downgrades the ratings from BWR BB- stable to BWR B stable for the long term facilities of Rs. 8.62 Crs and reaffirms BWR A4 for the short term facilities of Rs. 0.15 Crs of M/s. Accutech Enterprises; Issuer Non Cooperation, based on best available information.

BWR had initially rated the bank loan facilities of M/s. Accutech Enterprises on 21st February 2018 with rating assigned as BWR BB- /A4 stable. The rating was due for a review during February 2019.

BWR took up with the issuer to provide required complete information over emails and over telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company had not provided the same. In the absence of adequate information from the issuer, the rating was placed under

Rating Not Reviewed due to non receipt of information.

BWR further took up with the issuer to provide required complete information over emails and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the firm has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends to downgrade/reaffirm the rating and categorize under Issuer Non Cooperation.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

BUSINESS PROFILE

Accutech Enterprises is a partnership firm established during 2001. It is an ISO 9001:2008 firm. The partners of the firm are Mr. Siddesh K O and Mr. Prasad M J, who have experience of more than a decade in the same line of business.

The firm is engaged in manufacturing of various types of precision gearboxes, valve components, general engineering components for machine building, designing and manufacturing of own fixtures and also machining of various casting- steel, stainless steel and aluminium parts. The firm mainly caters to reputed companies like, L&T Komatsu Ltd, Bangalore and Wipro Infrastructure Engineering, Sweden etc.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NONE

RATING HISTORY

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	FY19	21.2.2018	FY17
Fund Based						
Cash credit Term loan	Long term	2.00 6.62	BWR B Issuer Non Cooperation (Downgrade)	-	BWR BB- stable	-
Non Fund Based						
BG	Short term	0.15	BWR A4 Issuer Non Cooperation (Reaffirmation)	-	BWR A4	-
Total		8.77	INR Eight Crores and Seventy Seven Lakhs Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Companies](#)

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ANNEXURE I

Accutech Enterprises

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1	Central Bank of India	CC	2.00	-	2.00
		Term loan	6.62	-	6.62
		Bank Guarantee	-	0.15	0.15
TOTAL					8.77

Total Rupees Eight Crores and Seventy Seven Lakhs only.

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