



## Press Release

**HQ lamps Manufacturing Company Private Limited**

**June 10, 2025**

Facilities	Amount (Rs. crore)	Current Ratings	Previous Rating	Rating Action	<u>Complexity</u>
Long Term Bank Facilities	88.48	IVR BB+/Negative/INC (IVR Double B Plus with Negative Outlook /ISSUER NOT COOPERATING)	IVR BBB with stable Outlook (IVR Triple B With Stable Outlook)	Downgraded & Moved under ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	67.22	IVR A4+/INC (IVR A Four Plus with Issuer Non-Co-operating)	IVR A3 Plus (IVR A Three Plus)	Downgraded & Moved under ISSUER NOT COOPERATING category	Simple
<b>Total</b>	<b>155.70</b>	<b>(Rupees One Hundred Fifty Five Crores &amp; Seventy Lakhs Only)</b>			

Details of Facilities/Instruments are in Annexure 1.

Facility wise lender details are at Annexure 2.

Detailed explanation of covenants is at Annexure 3.

### **Detailed Rationale**

Infomerics Ratings has downgraded its rating assigned to the bank facilities of HQ Lamps Manufacturing Company Private Limited due to lack of adequate information available, non-payment of annual surveillance fees and uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its ratings and reviews the same as per its policy. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using these ratings as the ratings may not adequately reflect the credit risk profile of the company.

### **Non-cooperation by Issuer**

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide mail communications May 12, 2025, and May 26, 2025, and June 02, 2025 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted surveillance fees, and all the essential details required for detailed review of the assigned ratings.



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Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the Long/Short term ratings for the bank loan facilities of HQ lamps Manufacturing Company Private Limited aggregating to Rs. 155.70 crore shall be moved in the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as IVR BB+/Negative Outlook/Issuer Not Co-operating/ & A4+/ Issuer Not Co-operating; Based on best available information.

### **Analytical Approach:** Consolidated

A consolidated approach is taken; by consolidating the financial profiles of HQ Lamps Manufacturing Co. Private Limited and Goel Lightings collectively referred as HQ Group. The consolidation is in the view of similar line of business, common management, and in between strong operational and financial linkages

### **Applicable Criteria**

[Rating Methodology for Manufacturing Sector Company](#)

[Financial Ratios & Interpretation – \(Non-financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Criteria for Consolidation of Company](#)

[Criteria for assigning rating outlook](#)

[Policy on Default recognition](#)

[Complexity level of rated instruments/Facilities](#)

### **About the company**

HQ group is a pioneer & prestigious name to reckon with in the manufacturing of admirable range of LED Lightings in India. Group consists of two entities i.e. HQ Lamps Manufacturing Co Pvt Ltd and Goel Lightings (a sole proprietor ship concern owned by Mr. Rakesh Goel). HQ Manufacturing Co Pvt Ltd has been promoted by Mr. Rakesh Goel. Promoters have got the experience of 35 year in Business. HQ group manufactures more than 50 types of LED's lights in the product category of Bulbs, Tube lights, False Ceiling lights (Panel Lights, Down Lights, Cob Lights), Surface Lights, Street lights and Flood lights. The range of products varies from 0 watt to 500 watts.



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### Financials (standalone):

	(Rs. crore)	
For the Year Ended/As on	31-03-2022	31-03-2023
	(Audited)	(Audited)
Total Operating Income	499.99	559.20
EBITDA	25.88	33.05
PAT	9.63	10.89
Total Debt	72.59	85.08
Tangible Net Worth	72.31	83.02
EBITDA Margin (%)	5.18	5.91
PAT Margin (%)	1.92	1.94
Overall Gearing Ratio (x)	1.00	1.02
Interest Coverage Ratio (x)	2.90	3.67

\*Classification as per Infomerics' standards

**Status of non-cooperation with previous CRA: Nil**

**Any other information: Nil**

**Rating History for last three years:**



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Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2025-26)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25 Dated : April 22, 2024	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23 Dated: Feb 27, 2023
1.	Term Loan	Long Term	33.48	IVR BB+/Negative/INC (IVR Double B Plus with Negative Outlook /ISSUER NOT COOPERATING)	IVR BBB with stable Outlook (IVR Triple B With Stable Outlook)	-	IVR BBB /Stable Outlook (Pronounced as IVR Triple B with Stable Outlook)
2.	Cash Credit	Long Term	55.00	IVR BB+/Negative/INC (IVR Double B Plus with Negative Outlook /ISSUER NOT COOPERATING)	IVR BBB with stable Outlook (IVR Triple B With Stable Outlook)	-	IVR BBB with stable Outlook (IVR Triple B With Stable Outlook)
3.	BG/LC	Short Term	66.12	IVR A4+/INC (IVR A Four Plus with Issuer Non-Co-operating)	IVR A3 Plus (IVR A Three Plus)	-	IVR A3 Plus (IVR A Three Plus)
4	Forward Cover	Short Term	1.10	IVR A4+/INC (IVR A Four Plus with Issuer Non-Co-operating)	IVR A3 Plus (IVR A Three Plus)	-	IVR A3 Plus (IVR A Three Plus)

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).

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### About Infomerics:

Infomerics Valuation And Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd] was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).



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Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit [www.infomerics.com](http://www.infomerics.com)

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan	-	-	Sep 2029	33.48	IVR BB+/Negative/INC (IVR Double B Plus with Negative Outlook /ISSUER NOT COOPERATING)
Cash Credit	-	-	-	55.00	IVR BB+/Negative/INC (IVR Double B Plus with Negative Outlook



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					/ISSUER NOT COOPERATING)
LC/BG	-	-	-	66.12	IVR A4+/INC (IVR A Four Plus with Issuer Non-Co-operating)
Forward Cover	-	-	-	1.10	IVR A4+/INC (IVR A Four Plus with Issuer Non-Co-operating)

**Annexure 2: Facility wise lender details:**

<https://www.infomerics.com/admin/prfiles/Len-HQ-lamps-10june25.pdf>

**Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable Annexure**

**Annexure 4 : List of companies considered for consolidated/Combined analysis:**

<b>Name of Company</b>	<b>Consolidation Approach</b>
HQ Lamps Manufacturing Company Private Limited	Full Consolidation
Goel Lightings	Full Consolidation

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com)