



Press Release

Encorp Powertrans Private Limited

May 25, 2022

Ratings

Facilities	Amount (INR Crore)	Current Ratings	Rating Action	Complexity Indicator
Long Term Fund Based Facility – Cash Credit	30.00	IVR BB+/Stable; Issuer Not Cooperating (IVR Double B Plus with Stable Outlook; Issuer Not Cooperating*)	Reaffirmed and moved to ISSUER NOT COOPERATING category	Simple
Long Term Fund Based Facility – Term Loan	0.16 (Reduced from INR0.30 Crore)	IVR BB+/Stable; Issuer Not Cooperating (IVR Double B Plus with Stable Outlook; Issuer Not Cooperating*)	Reaffirmed and moved to ISSUER NOT COOPERATING category	Simple
Long Term Fund Based Facilities – Term Loans (FITL, BCECL, WCTL)	9.65	IVR BB+/Stable; Issuer Not Cooperating (IVR Double B Plus with Stable Outlook; Issuer Not Cooperating*)	Reaffirmed and moved to ISSUER NOT COOPERATING category	Simple
Short Term Non-Fund Based Facility – Letter of Credit	25.00 (Increased from INR15.00 Crore)	IVR A4+; Issuer Not Cooperating (IVR Single A Four Plus; Issuer Not Cooperating)	Reaffirmed and moved to ISSUER NOT COOPERATING category	Simple
Short Term Non-Fund Based Facility – Bank Guarantee	35.00 (Decreased from INR45.00 Crore)	IVR A4+; Issuer Not Cooperating (IVR Single A Four Plus; Issuer Not Cooperating)	Reaffirmed and moved to ISSUER NOT COOPERATING category	Simple
Total	99.81 (Rupees Ninety Nine Crore and Eighty One Lakh)			

**Issuer did not cooperate; based on best available information*

Details of Facilities are in Annexure 1



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Detailed Rationale

The reaffirmation in the ratings assigned to the bank facilities of Encorp Powertrans Private Limited (EPPL) reflects lack of partial information provided and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lender, investors and other market participants are thus advised to exercise appropriate caution while using this rating as this rating may not adequately reflect the credit risk profile of the entity.

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 dated April 01, April 08, April 19, April 30, May 09 and May 23, 2022 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has submitted only partial information for monitoring the ratings and the remaining information shall be provided shortly. Once all the information is received, the rating shall be reviewed. 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 ratings for the bank facilities of EPPL aggregating Rs.99.81 crore has been moved to the 'ISSUER NOT COOPERATING' category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

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

[Criteria of assigning Rating Outlook](#)

[Rating Methodology for Manufacturing Companies](#)

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

About the Firm

Encorp Powertrans Private Limited (EPPL) is an engineering group, which was set up on 15 acres at Tarapur, EPPL offers fabrication and galvanizing facilities to cater to the Tower and



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Infrastructure industry. It offers a wide array of engineering services ranging from Plate Fabrication, Machining & Assembly, Structural Steel fabrication (Punching, Shearing, Notching, Bending, etc.), Sheet Metal fabrication and Hot Dip Galvanizing through its Transmission Line Towers (TLT) & General Electrical Verticals.

Financials (Standalone):

	(Rs. crore)	
For the year ended/ As On*	31-03-2019 (Audited)	31-03-2020 (Audited)
Total Operating Income	151.88	120.78
EBITDA	10.17	8.99
PAT	2.79	1.44
Total Debt	68.49	57.20
Tangible Net worth	20.80	22.20
EBITDA (%)	6.69	7.44
PAT (%)	1.83	1.19
Overall Gearing Ratio (x)	3.29	2.58

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: India Ratings in its press release dated March 30th, 2022 migrated the rating of Encorp Powertrans Private Limited to 'Issuer Not Cooperating' category.

Any other information: Nil



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Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22 (March 01 st , 2021)	Date(s) & Rating(s) assigned in 2020-21 (January 06 th , 2020)	Date(s) & Rating(s) assigned in 2019-20
1.	Long Term Fund Based Facility – Cash Credit	Long Term	30.00	IVR BB+; Issuer Not Co-operating*	IVR BB+/ Stable	IVR BB+/ Stable	-
2.	Long Term Fund Based Facility – Term Loan	Long Term	0.16 (Reduced from INR0.30 Crore)	IVR BB+; Issuer Not Co-operating*	IVR BB+/ Stable	IVR BB+/ Stable	-
3.	Long Term Fund Based Facilities – Term Loans (FITL, BCECL, WCTL)	Long Term	9.65	IVR BB+; Issuer Not Co-operating*	IVR BB+/ Stable	-	-
4.	Short Term Non-Fund Based Facility – Letter of Credit	Short Term	25.00 (Increased from INR15.00 Crore)	IVR A4+; Issuer Not Co-operating*	IVR A4+	IVR A4+	-
5.	Short Term Non-Fund Based Facility – Bank Guarantee	Short Term	35.00 (Decreased from INR45.00 Crore)	IVR A4+; Issuer Not Co-operating*	IVR A4+	IVR A4+	-

*Issuer did not cooperate; based on best available information

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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India



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registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

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

For more information visit 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, suspend 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 (INR Crore)	Rating Assigned/ Outlook
Long Term Fund Based Facility – Cash Credit	NA	NA	NA	30.00	IVR BB+/Stable; Issuer Not Cooperating*
Long Term Fund Based Facility – Term Loan	NA	NA	June 2021	0.16 (Reduced from INR0.30 Crore)	IVR BB+/Stable; Issuer Not Cooperating*
Long Term Fund Based Facilities – Term Loans (FITL, BCECL, WCTL)	NA	NA	Varies from March 2021 – June 2024	9.65	IVR BB+/Stable; Issuer Not Cooperating*
Short Term Non-Fund Based Facility – Letter of Credit	NA	NA	NA	25.00 (Increased from INR15.00 Crore)	IVR A4+; Issuer Not Cooperating*



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Short Term Non-Fund Based Facility – Bank Guarantee	NA	NA	NA	35.00 (Decreased from INR45.00 Crore)	IVR A4+; Issuer Not Cooperating*
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**Issuer did not cooperate; based on best available information*

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details: Not available

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

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.