



## Press Release

### Kaynes Technology India Limited

December 26, 2023

**Ratings:**

Facilities/ Instruments	Amount (Rs. crore)	Current Ratings*	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	84.92	IVR BBB-/ Negative; ISSUER NOT COOPERATING* [IVR Triple B Minus with Negative Outlook; Issuer Not Cooperating*]	Revised and moved in Issuer not cooperating category	Simple
Short Term Bank Facilities	140.00	IVR A3; ISSUER NOT COOPERATING* (IVR A Three; Issuer Not Cooperating*)	Revised and moved in Issuer not cooperating category	Simple
<b>Total</b>	<b>224.92 (Rupees Two Hundred Twenty-Four Crore and Ninety-Two Lakh only)</b>			

*\*Issuer not cooperating; Based on best available information*



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### **Details of Facilities are in Annexure 1**

### **Detailed Rationale**

The aforesaid rating revision to the bank facilities of Kaynes Technology India Limited reflects lack of adequate information available about the performance of the firm and the uncertainty around its credit risk. Infomerics assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy.

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

### **Non-Cooperation by Issuer:**

Infomerics has been regularly following up with the firm to provide the required data to monitor its assigned ratings to the bank facilities, vide mails communications dated September 25, October 11, October 26, November 10, November 21, November 29 and December 08, 2023, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the firm's management has not submitted all the essential details/information for surveillance exercise.

In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has moved the bank loan facilities of Kaynes Technology India Limited aggregating to Rs. 224.92 crore under the 'ISSUER NOT COOPERATING' category. The long-term rating is now denoted as IVR BBB-/Negative; ISSUER NOT COOPERATING\*, and the short-term rating is now denoted as IVR A3; ISSUER NOT COOPERATING.

*\*Issuer Not Co-operating; based on best available information*

**Analytical Approach:** Standalone

**Applicable Criteria:**

[Rating Methodology for Manufacturing Companies](#)

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

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

[Criteria for assigning rating outlook](#)



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### About the Company

Kaynes Technology India Limited, was established in 1988, as a proprietorship concern and converted into a private limited company in March 2008. Kaynes Technology India Limited is ISO 9001:2008 certified company for Design, Manufacture, Supply and Servicing of Populated Printed Circuit Boards and Other Electronic Assemblies for different applications/ Industries. Mr. Ramesh Kunhikannan is the Promoter and Managing Director of Kaynes, who manages the overall operations of the organization. The company is engaged in Design, Engineering, manufacturing & Marketing of PCB assemblies and provides Total Manufacturing Solutions to the organized sector, in the field of IT Peripherals, Industrial Controls, Rail Signalling, Medical systems, Electronics, Telecom, Energy.

### **Financials (Standalone):**

<b>For the Year ended*/ As on</b>	<b>31-03-2022</b>	<b>31-03-2023</b>
	<b>Audited</b>	<b>Audited</b>
Total Operating Income	671.39	1086.56
EBIDTA	90.20	164.88
PAT	40.98	94.76
Total Debt	165.20	127.73
Adjusted Tangible Net Worth	176.28	923.35
EBITDA Margin (%)	13.44%	15.17%
PAT Margin (%)	6.06%	8.63%
Overall Gearing Ratio (x)	0.92	0.14

*\*Classification as per Infomerics' standards*

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

- India Ratings has classified ratings of the company under Issuer Not Cooperating category as per PR dated May 02, 2023, due to unavailability of Information.

**Any other information:** Not Applicable



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Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years	
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2022-2023 (07 <sup>th</sup> October 2022)	Date(s) & Rating(s) assigned in 2021-2022 (July 10, 2021)
1.	Long Term Bank Facilities	Long Term	84.92	IVR BBB-/ Negative; ISSUER NOT COOPERATING*	IVR BBB/ Stable	IVR BBB-/ CWDI
2.	Short Term Bank Facilities	Short Term	140.00	IVR A3; ISSUER NOT COOPERATING*	IVR A3+	IVR A3

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



## Press Release

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### About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) 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).

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.



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### Annexure 1: Details of Facilities:

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs Crore)	Rating Assigned/ Outlook
Long Term- Term Loan	-	-	-	31.92	IVR BBB-/ Negative; INC
Long Term Bank Facility – Cash Credit	-	-	-	53.00	IVR BBB-/ Negative; INC
Short Term Bank Facility - WCDL	-	-	-	90.00	IVR A3; INC
Short Term Bank Facility – Bill Discounting	-	-	-	40.00	IVR A3; INC
Short Term Bank Facility Letter of Credit	-	-	-	10.00*	IVR A3; INC

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

\*sub-limit of Rs. 6.00 crore of Bank Guarantee

**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](http://www.infomerics.com).