



Press Release

MM Aqua Technologies Limited

June 17, 2024

Ratings

Facilities	Amount (INR Crore)	Ratings	Rating Action	Complexity Indicator
Long Term Facility- Cash Credit	12.00	IVR B-/ Negative ISSUER NOT COOPERATING* (IVR B Minus with Negative Outlook ISSUER NOT COOPERTATING)	Downgraded and continued at ISSUER NOT COOPERATING Category	Simple
Short Term Facility- Bank Guarantee	7.50	IVR A4 ISSUER NOT COOPERATING* (IVR A Four ISSUER NOT COOPERTATING)	Reaffirmed and continued at ISSUER NOT COOPERATING Category	Simple
Total	Rs 19.50 Crore (Rs. Nineteen Crore and fifty lakh only)			

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

Detailed Rationale

Infomerics has downgraded/ Reaffirmed the ratings assigned to the bank facilities of MM Aqua Technologies Limited which reflects lack of adequate information available about the performance of the company. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.



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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 entity, despite the rating revision.

Note on non-cooperation.

Infomerics has been regularly following up with the company to provide the information to monitor its assigned rating to the bank facilities, vide most recent mail communications dated April 03, 2024, April 30, 2024, June 03, 2024, June 10, 2024, and concurrently over several phone calls. However, despite repeated requests by Infomerics. The company has not provided major information to complete the surveillance exercise.

Availability of information is very critical in rating exercise. In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has moved the ratings assigned to the bank loan facilities of MM Aqua Technologies Limited aggregating to INR 19.50 crore to the 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR B-/Negative Outlook; ISSUER NOT COOPERATING for the long-term bank facilities and IVR A4; ISSUER NOT COOPERATING for the Short-term bank facilities.

Analytical Approach: Standalone

Applicable Criteria

[Rating Methodology for Manufacturing Companies](#)

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

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

[Policy on recognition of default](#)

[Criteria – Complexity Level of Rated Instruments/Facilities](#)

[Criteria for rating outlook](#)



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About the Firm

MM Aqua Technologies Ltd (MMATL), established in 1997 provides a complete solution for cooling tower, water and wastewater treatment. MMATC manufactures PVC Fill Media Tube Settler and Diffusers for water & wastewater treatment, influent treatment, Gas Cleaning, Cooling Tower for an extremely diverse range of applications. MMATL offer complete gamut of technologies, project management and engineering solutions covered under one roof with products namely PVC Structured Fill Media, Biodek, TUB Edek, Drift Eliminators, Mist Eliminators, etc. which gives a complete effluent treatment.

Financials (Standalone)*:

(INR crore)

For the year ended* As on	31-03-2020	31-03-2021
	Audited	Audited
Total Operating Income	47.68	37.44
EBITDA	3.88	2.98
PAT	(0.24)	(0.38)
Total Debt	13.52	13.18
Tangible Net Worth	19.58	19.35
EBITDA Margin (%)	8.14	7.96
PAT Margin (%)	(0.50)	(1.01)
Overall Gearing Ratio (x)	0.69	0.68

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: None.

Any other information: None



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Rating History for last three years:

Sr. No.	Name of Instrument / Facility	Current Rating (Year: 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (May 30, 2023)	Date(s) & Rating(s) assigned in 2022-23 (April 12, 2022)	Date(s) & Rating(s) assigned in 2021-22
1.	Fund Based Facility- Cash Credit	Long Term	12.00	IVR B-/ Negative ISSUER NOT COOPERATING	IVR B+/ Negative ISSUER NOT COOPERATING	IVR BB-/ Stable	
2.	Non-Fund Based Facility- Bank Guarantee	Short Term	7.50	IVR A4 ISSUER NOT COOPERATING	IVR A4 ISSUER NOT COOPERATING	IVR A4	
Total			19.50				

Issuer did not cooperate; based on best available information

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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



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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.

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 Instruments/ Facilities: Not Applicable

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

Annexure 3: Facility wise lender details: Not Applicable

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.