



## Press Release

### Manaksia Coated Metals & Industries Limited

January 24, 2023

#### Rating

Facilities	Amount (Rs. crore)	Rating	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	15.00	IVR BB+; Negative ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; Issuer Not Cooperating)	Reaffirmed with negative outlook and continued under 'Issuer Not Cooperating' category	Simple
<b>Total</b>	<b>15.00</b> <b>(Rs. Fifteen crore only)</b>			

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

#### Details of Facility are in Annexure 1

#### Detailed Rationale

The reaffirmation in the rating with negative outlook under issuer not cooperating category is because of continuous non-cooperation by the company and lack of adequate information regarding Manaksia Coated Metals & Industries Limited's performance and hence 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 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 E-mail communications dated October 10, 2022, November 10, 2022, December 1, 2022, and January 12, 2023. and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted all the essential details required for detailed review of the assigned ratings.

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



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the best available information. Accordingly, the long- term rating for the bank loan facilities of Manaksia Coated Metals & Industries Limited aggregating to Rs.15.00 crore shall be continued to remain under 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating be noted as IVR BB+;Negative Issuer Not Co-operating (IVR Double B Plus with Negative outlook; Issuer Not Co-operating; Based on best available information).

**Analytical Approach:** Standalone

**Applicable Criteria**

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

[Rating Methodology for Manufacturing Companies](#)

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

**Liquidity:** Unable to comment due to non-availability of information.

### **About the company**

Incorporated in March 2010, Manaksia Coated Metals & Industries Limited, a part of the conglomerate Manaksia Group, is engaged in the manufacturing of value-added metal products such as Pre-Painted Metal Coils & Metal Sheets and Galvanized Steel sheets and coils. Apart from the metal operations in Kutch (Gujarat), the company in FY20 also started contract manufacturing operations with Reckitt Benckiser to produce Ultramarine Blue Powder in Bhopal.

### **Standalone Financials:**

For the year ended* / As On	(Rs. Crore)	
	31-03-2021	31-03-2022
	Audited	Audited
Total Operating Income	445.78	647.73
EBITDA	33.43	34.91
PAT	6.45	8.95
Total Debt	142.88	172.82
Tangible Net Worth	101.04	109.92
EBITDA Margin %	7.50	5.39
PAT Margin %	1.44	1.36
Overall Gearing (x)	1.41	1.57

\* As per Infomerics Standard



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Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument /Facilities	Current Rating (Year 2022-23)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20
1.	Cash Credit	LT	15.00	IVR BB+/Negative Issuer NOT COOPERATING*	IVR BB+; ISSUER NOT COOPERATING* (29 <sup>th</sup> October 2022)	IVR A-/Stable (August 18, 2020)	-

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



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**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 Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term- Cash Credit	-	-	-	15.00	IVR BB+; Negative ISSUER NOT COOPERATING*

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

**Annexure 2: Facility wise lender details:** Not Available

**Annexure 3: List of companies considered for consolidated analysis:** 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 <https://www.infomerics.com/>