



Press Release

Nickunj Eximp Enterprises Private Limited

February 25, 2025

Facilities	Amount (Rs. crore)	Current Ratings	Previous Rating	Rating Action	<u>Complexity</u>
Long Term Bank Facilities	20.00	IVR B+/Negative/INC** (IVR B Plus with Negative Outlook; ISSUER NOT COOPERATING)	IVR BB-/Stable (IVR Double B Minus with Stable Outlook)	Downgraded and Moved under ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	9.48*	IVR A4/INC** (IVR A Four; ISSUER NOT COOPERATING)	IVR A4 (IVR A Four)	Reaffirmed and Moved under ISSUER NOT COOPERATING category	Simple
Total	29.48	(Rupees Twenty-Nine Crore and Forty-Eight Lakh Only)			

*Restricted to Rs. 9.00 crore.

**ISSUER NOT COOPERATING; Based on best available information

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 Nickunj Eximp Enterprises 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



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Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned rating to the bank facilities, vide mail communications Jan 01, 2025 and Jan 28, 2025 and Feb 19, 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.

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 loan facilities of Nickunj Eximp Enterprises Pvt Ltd aggregating to Rs. 29.48 crore shall be moved in the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as IVR B+/ Negative/A4: ISSUER NOT COOPERATING; Based on best available information.

Analytical Approach: Standalone

Applicable Criteria

[Rating Methodology for Trading Companies](#)

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

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

[Criteria for assigning rating outlook](#)

[Policy on Default recognition](#)

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

About the company

Nickunj Eximp Enterprises Private Limited (NNEPL), incorporated in 1987 was promoted by Mumbai based Mr. Nickunj Shah along with his family members. The company offers a wide range of hi-tech industrial products under five different business segments such as Advanced Engineering solutions, High Temperature Solutions, EDM Solutions, Metal cutting solutions and Jewellery manufacturing solutions.

Financials (standalone):

For the year ended* As on	31-03-2022	31-03-2023
	Audited	Audited



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For the year ended* As on	31-03-2022	31-03-2023
Total Operating Income	58.97	64.45
EBITDA	5.18	4.46
PAT	0.66	0.37
Total Debt	34.67	33.19
Tangible Net worth*	32.05	32.85
EBITDA Margin (%)	8.79	6.92
PAT Margin (%)	1.11	0.57
Overall Gearing Ratio (x)	1.25	1.18
ISCR (x)	1.37	1.31

*Classification as per Infomerics standards

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 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 Dated: Jan 03, 2024	Date(s) & Rating(s) assigned in 2022-23 Dated: Aug 16, 2023	Date(s) & Rating(s) assigned in 2021-22 Dated: June 03, 2022
1.	Fund Based	Long Term	20.00	IVR B+/Negative/INC** (IVR B Plus with Negative Outlook; ISSUER NOT COOPERATING)	IVR BB-/Stable (IVR Double B Minus with stable Outlook)	IVR B+/Negative/INC (IVR B Plus with Negative outlook; Issuer not Cooperating)	IVR BB-/Stable (IVR Double B Minus with Stable outlook)
2.	Non fund Based	Short Term	9.48*	IVR A4/INC** (IVR A Four; ISSUER NOT COOPERATING)	IVR A4 (IVR A Four)	IVR A4; INC (IVR A Four; Issuer not Cooperating)	IVR A4 (IVR A Four)

*Restricted to Rs. 9.00 crore.

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Name and Contact Details of the Rating Analyst:

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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).

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

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



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Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	20.00	IVR B+/Negative/INC** (IVR B Plus with Negative Outlook; ISSUER NOT COOPERATING)
Bank Guarantee	-	-	-	9.48*	IVR A4/INC** (IVR A Four; ISSUER NOT COOPERATING)

*Restricted to Rs. 9.00 crore

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Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/len-nickunj-feb25.pdf>

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

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