

September 30, 2024

## Zetwerk Manufacturing Businesses Pvt Ltd: Ratings withdrawn for PTCs issued under securitisation transaction backed by trade receivables

### Summary of rating action

Trust Name	Instrument*	Initial Rated Amount (Rs. crore)	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Corporate Receivable Securitisation Trust	Series A1 PTC	37.50	NA	0.00	Provisional [ICRA]A+(SO); Withdrawn
	Series A2 PTC	7.50	NA	0.00	Provisional [ICRA]BBB+(SO); Withdrawn

\*Instrument details are provided in Annexure I

### Rationale

ICRA has withdrawn the provisional ratings assigned to the pass-through certificates (PTCs) backed by a pool of trade receivables originated by Zetwerk Manufacturing Businesses Pvt Ltd and its subsidiaries (viz. Sharp Tanks and Structurals Pvt Ltd, Pinaka Aerospace Solutions Pvt Ltd and Zetfab India Pvt Ltd), collectively referred to as the Originators. The ratings have been withdrawn following the intimation from the Originators that the instruments were not issued.

The key rating drivers, liquidity position, and rating sensitivities have not been captured as the ratings assigned to the instruments have been withdrawn. The detailed rating rationale of the previous rating exercise is available at the following link: Corporate Receivable Securitisation Trust – [Click here](#)

### Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">ICRA's Policy on Withdrawal of Credit Ratings</a>
Parent/Group support	Not Applicable
Consolidation/standalone	Not Applicable

### About the originator

Zetwerk Manufacturing Businesses Pvt Ltd (Zetwerk) was founded in 2018 and is headquartered in Bengaluru (Karnataka). It is an end-to-end manufacturing supply chain solutions provider. Zetwerk is a managed marketplace for contract manufacturing, connecting industrial and consumers to small manufacturers via an online network. It facilitates supplier selection, pricing, and order fulfilment. Zetwerk, which operates across industries like oil & gas, renewables, consumer electronics, etc, endeavours to provide cost-effective production through its proprietary technologies that enable digital supply selection, real-time tracking, visual progress updates, stakeholder communication and quality assurance. It offers services like logistics and raw material procurement to its manufacturing partners for revenue growth and cost optimisation.

Selected subsidiaries of Zetwerk would also act as Originators for the transaction, viz. Sharp Tanks and Structurals Pvt Ltd (100% subsidiary), Pinaka Aerospace Solutions Pvt Ltd (66% subsidiary), and Zetfab India Pvt Ltd (100% subsidiary).

### Key financial indicators

Zetwerk (consolidated)	FY2021	FY2022	FY2023
Operating income (OI)	836.9	4,964.5	11,449.0
Profit after tax (PAT)/Loss	(41.1)	(59.8)	(106.8)
OPBITDA/OI	(4.9%)	(0.8%)	0.6%
PAT/OI	(4.9%)	(1.2%)	(0.9%)
Total outstanding liabilities/Tangible net worth (times)	0.4	0.8	1.4
Total debt/OPBITA (times)	(6.9)	(60.7)	44.7
Interest coverage (times)	(1.5)	(0.3)	0.2

Source: Company, ICRA Research; All ratios are as per ICRA's calculations  
 OPBITA – Operating profit before interest, tax, depreciation and amortisation  
 Amount in Rs. crore

### Status of non-cooperation with previous CRA: Not applicable

Any other information: None

### Rating history for past three years

Sr. No.	Trust Name	Current Rating (FY2025)				Chronology of Rating History for the Past 3 Years			
		Instrument	Initial Amount Rated (Rs. crore)	Current Amount Rated (Rs. crore)	Date & Rating in FY2025	Date & Rating in FY2024	Date & Rating in FY2023	Date & Rating in FY2022	
					Sep 30, 2024	Nov 6, 2023	-	-	
1	Corporate Receivable Securitisation Trust	Series A1 PTC	37.50	0.00	Provisional [ICRA]A+(SO); Withdrawn	Provisional [ICRA]A+(SO)	-	-	
		Series A2 PTC	7.50	0.00	Provisional [ICRA]BBB+(SO); Withdrawn	Provisional [ICRA]BBB+(SO)	-	-	

### Complexity level of the rated instrument

Trust Name	Instrument	Complexity Indicator
Corporate Receivable Securitisation Trust	Series A1 PTC	Moderately Complex
	Series A2 PTC	Moderately Complex

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

**Annexure I: Instrument details**

Trust Name	Instrument	Date of Issuance / Sanction*	Coupon Rate (p.a.p.m.)*	Maturity Date*	Amount Rated (Rs. crore)	Current Rating
Corporate Receivable Securitisation Trust	Series A1 PTC	Not applicable	Not applicable	Not applicable	0.00	Provisional [ICRA]A+(SO); Withdrawn
	Series A2 PTC	Not applicable	Not applicable	Not applicable	0.00	Provisional [ICRA]BBB+(SO); Withdrawn

Source: Company; \*As the instruments were not placed

**Annexure II: List of entities considered for consolidated analysis**

Not Applicable

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