

January 03, 2025

## Ace Designers Limited: Rating withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Term Loans	49.20	49.20	[ICRA]AA- (Stable); Withdrawn
Long Term – Fund based	10.00	10.00	[ICRA]AA- (Stable); Withdrawn
Short Term – Fund-based Facilities	93.75	93.75	[ICRA]A1+; Withdrawn
Short Term – Non - Fund- based Facilities	93.00	93.00	[ICRA]A1+; Withdrawn
Long Term / Short Term – Unallocated limits	54.05	54.05	[ICRA]AA-(Stable)/[ICRA]A1+; Withdrawn
<b>Total</b>	<b>300.0</b>	<b>300.0</b>	

\*Instrument details are provided in Annexure-I

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Ace Designers Limited, at the request of the company, based on the No Objection Certificates received from its lenders and in accordance with ICRA's policy on withdrawal of credit ratings. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers, liquidity position, rating sensitivities, key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

### Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy on Withdrawal of Credit Ratings</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of ADL.

### About the company

Incorporated in 1979, Ace Designers Limited (ADL/the company) was started as a partnership firm by three technocrat promoters viz., Mr. Shrinivas G. Shirgurkar, Mr. B. Machado and Mr. A.V. Sathe to provide technical expertise in the designing of machine tools. The company presently specialises in manufacturing of CNC lathes with its product range including both standard CNC lathes and customised machines equipped with tools to meet specific requirements of the customers. The company caters to a wide number of industries including automotive, engineering, bearings, plastic, irrigation, education, defence, etc.

In FY2023, Ace Manufacturing Systems Limited (AMSL), an associate company of ADL till FY2022, got merged into ADL effective April 01, 2022. AMSL was incorporated on March 7, 1994, by Mr. P. Ramadas along with the promoters of Ace Designers Limited – Mr. A.V. Sathe, Mr. B. Machado & Mr. S. G Shirgurkar - to manufacture machining centres. AMSL manufactures CNC lathes, milling & grinding machines and other key components used in the machine tools industry. AMSL's manufacturing plant is in the Peenya industrial area of Bengaluru with an installed capacity to manufacture ~3,500 machines annually.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

### Rating history for past three years

Current (FY2025)				Chronology of rating history for the past 3 years					
				FY2024		FY2023		FY2022	
Instrument	Type	Amount Rated (Rs Crore)	January 03, 2025	Date	Rating	Date	Rating	Date	Rating
Term loans	Long Term	49.20	[ICRA]AA-(Stable); Withdrawn	Sep 15, 2023	[ICRA]A+ (Stable)	Feb 03, 2023	[ICRA]A+ (Stable)	Dec 29, 2021	[ICRA]A+ (Stable)
				Feb 05, 2024	[ICRA]AA-(Stable)	-	-	-	-
Fund-based Facilities	Long Term	10.00	[ICRA]AA-(Stable); Withdrawn	Sep 15, 2023	-	Feb 03, 2023	-	Dec 29, 2021	-
				Feb 05, 2024	[ICRA]AA-(Stable)	-	-	-	-
Fund-based Facilities	Short Term	93.75	[ICRA]A1+, Withdrawn	Sep 15, 2023	[ICRA]A1	Feb 03, 2023	[ICRA]A1	Dec 29, 2021	[ICRA]A1
				Feb 05, 2024	[ICRA]A1+	-	-	-	-
Non-Fund – based Facilities	Short Term	93.00	[ICRA]A1+, Withdrawn	Sep 15, 2023	-	Feb 03, 2023	-	Dec 29, 2021	-
				Feb 05, 2024	[ICRA]A1+	-	-	-	-
Unallocated Limits	Long Term & Short term	54.05	[ICRA]AA-(Stable)/[ICRA]A1+ ; Withdrawn	Sep 15, 2023	-	Feb 03, 2023	-	Dec 29, 2021	-
				Feb 05, 2024	[ICRA]AA-(Stable)/[ICRA]A1+	-	-	-	-

### Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term fund-based – Term Loan	Simple
Long Term – Fund based	Simple
Short -Term – Fund-based	Simple
Short Term – Non - Fund- based Facilities	Very Simple
LT/ST – Unallocated limits	NA

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

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long Term - Term Loan	FY2019-FY2023	NA	FY2026	49.20	[ICRA]AA-(Stable); Withdrawn
NA	Long Term – Fund based	NA	NA	NA	10.00	[ICRA]AA-(Stable); Withdrawn
NA	Short Term - Fund based Facilities	NA	NA	NA	93.75	[ICRA]A1+; Withdrawn
NA	Short Term – Non - Fund-based Facilities	NA	NA	NA	93.00	[ICRA]A1+; Withdrawn
NA	LT/ST – Unallocated limits	NA	NA	NA	54.05	[ICRA]AA-(Stable)/ [ICRA]A1+; Withdrawn

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

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

Company Name	ADL's Ownership	Consolidation Approach
Taurus Private Limited	100.00%	Full Consolidation
Ace Micromatic International Private Limited	80.00%	Full Consolidation
AMACE Solutions Private Limited	94.00%	Full Consolidation
Ace Multi Axes Systems Limited	31.47%	Equity Method
Micromatic Machine Tools Private Limited	33.02%	Equity Method

Source: ADL annual report FY2023

## ANALYST CONTACTS

**Shamsher Dewan**

+91 124 4545328

[shamsherd@icraindia.com](mailto:shamsherd@icraindia.com)

**Kinjal Shah**

+91 22 6114 3442

[kinjal.shah@icraindia.com](mailto:kinjal.shah@icraindia.com)

**Mythri Macherala**

+91 80 4332 6407

[mythri.macherala@icraindia.com](mailto:mythri.macherala@icraindia.com)

**Piyush Kedar**

+91 22 6114 3469

[piyush.kedar@icraindia.com](mailto:piyush.kedar@icraindia.com)

## RELATIONSHIP CONTACT

**L. Shivakumar**

+91 22 6114 3406

[shivakumar@icraindia.com](mailto:shivakumar@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**

Tel: +91 124 4545 860

[communications@icraindia.com](mailto:communications@icraindia.com)

## HELPLINE FOR BUSINESS QUERIES

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto:info@icraindia.com)

## ABOUT ICRA LIMITED

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit [www.icra.in](http://www.icra.in)

## ICRA Limited



### Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001  
Tel: +91 11 23357940-45



### Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website [www.icra.in](http://www.icra.in) or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.