

## Rockman Industries Chennai Private Limited

March 31, 2019

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Cash Credit Facilities	15.00	15.00	[ICRA]BBB (Stable); withdrawn
Term Loan	25.70	25.70	[ICRA]BBB (Stable); withdrawn
Short-term non-fund based	0.50	0.50	[ICRA]A2; withdrawn
Long-term/short-term fund based	3.00	3.00	[ICRA]BBB (Stable)/A2; withdrawn
Unallocated	1.79	1.79	[ICRA]BBB (Stable)/A2; withdrawn
<b>Total</b>	<b>45.99</b>	<b>45.99</b>	

\*Instrument details are provided in Annexure-1

### Rationale

ICRA has withdrawn the ratings outstanding of [ICRA]BBB(Stable)/[ICRA]A2 on the bank facilities of the company because it has amalgamated with its parent company Rockman Industries Limited ([ICRA]AA(Positive)/[ICRA]A1+). 'No objection certificate' was received from its bankers to withdraw the ratings.

### Outlook: Not Applicable

### Key rating drivers

Key rating drivers have not been captured since the ratings have been withdrawn.

### Liquidity Position:

Liquidity position have not been captured since the ratings have been withdrawn.

### Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Rating Methodology for Construction Equipment Manufacturers</a>
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

### About the company:

Rockman Industries Chennai Private Limited (RICPL) is a wholly owned subsidiary of Rockman Industries Limited. It is a Tier I and II supplier of aluminium die cast-based components such as cylinder heads, heat sinks, flanges, and valve body, among others, for the PV OEMs and Tier I auto-component suppliers including Ford and Bosch. It has a manufacturing

facility at Cheyyar, near Chennai, in the State Industries Promotion Corporation of Tamil Nadu (SIPCOT) industrial area. The company is also engaged in machining work for some Tier I auto-component manufacturers.

RICPL originally started off as M/s Srivatsa Die Casting, an ancillary unit of Royal Enfield, promoted by Mr. Srivatsan for more than three decades. The company was predominantly a jobbing foundry. In 2003, Srivatsa Die Casting merged with Sargam Metals Private Limited (rated [ICRA]B-/ [ICRA]A4), an aluminium alloy manufacturer. In 2008, the die casting division was hived off and Sargam Die Castings Private Limited (SDPL) was formed. SDPL acquired a CNC machining company, M/s Marvel Mactech, in 2010 to augment machining capabilities. Later in January 2014, Rockman Industries Limited (Rockman) (rated [ICRA]AA(Positive)/[ICRA]A1+) acquired 81% stake in SDPL and was renamed as Rockman Industries Chennai Private Limited. However, with further equity infusion, RIL wholly acquired RICPL in June 2016 (84.7% as on March 31, 2016). Subsequently, RICPL was amalgamated with its parent company in December 2018.

**Key financial indicators (audited): Not applicable**

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

**Any other information: None**

**Rating history for last three years:**

Current Rating (FY2019)						Chronology of Rating History for the Past 3 Years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016	
				Mar 2019	Dec 2017	Jan 2017	Jan 2016	
1	Cash Credit Facilities	15.00	NA	[ICRA]BBB (Stable); withdrawn	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)	
2	Term Loans	25.70	NA	[ICRA]BBB (Stable); withdrawn	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)	
3	Short Term Non-Fund Based	0.50	NA	[ICRA]A2; withdrawn	[ICRA]A2	[ICRA]A2	[ICRA]A2	
4	Lon-term/Short-term fund based	3.00	NA	[ICRA]BBB (Stable)/A2; withdrawn	[ICRA]BBB (Stable)/A2	[ICRA]BBB (Stable)/A2	[ICRA]BBB (Stable)/A2	
5	Unallocated	1.79	NA	[ICRA]BBB (Stable)/A2; withdrawn	[ICRA]BBB (Stable)/A2	[ICRA]BBB (Stable)/A2	[ICRA]BBB (Stable)/A2	

**Complexity level of the rated instrument:**

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [www.icra.in](http://www.icra.in)

### Annexure-1: Instrument Details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit Facilities	NA	NA	NA	15.00	[ICRA]BBB (Stable); withdrawn
NA	Term Loans	NA	NA	NA	25.70	[ICRA]BBB (Stable); withdrawn
NA	Short Term Non-Fund Based	NA	NA	NA	0.50	[ICRA]A2; withdrawn
NA	Lon-term/Short-term fund based	NA	NA	NA	3.00	[ICRA]BBB (Stable)/A2; withdrawn
NA	Unallocated	NA	NA	NA	1.79	[ICRA]BBB (Stable)/A2; withdrawn

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