

August 16, 2023

Shakti Hormann Private Limited: Moved to Non Cooperating category, on best available information

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based – Cash credit	3.00	3.00	[ICRA]A- (Positive); ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Non-fund based limits	24.00	24.00	[ICRA]A2+; ISSUER NOT COOPERATING*; rating moved to 'Issuer Not Cooperating' category
Total	27.00	27.00	

[^]Instrument details are provided in Annexure I

*Issuer did not cooperate; based on best available information

Rationale

ICRA has moved the ratings for the bank facilities of Shakti Hormann Private Limited (SHPL) in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]A- (Positive)/[ICRA]A2+ ISSUER NOT COOPERATING".

The ratings are based on limited cooperation from the entity since the time it was last rated in February 2023. As a part of its process and in accordance with its rating agreement with SHPL, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite cooperation and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, the company's rating has been moved to the "Issuer Not Cooperating category". The rating action has been taken in accordance with ICRA's policy on non-cooperation by a rated entity available at www.icra.in.

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, liquidity position, rating sensitivities [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy in respect of Non-cooperation by a rated entity
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone

About the company

SHPL (formerly Shakti Met-Dor Limited) was incorporated as a private limited company in 1988 and was converted into a public limited company in 1992. The name was changed to Shakti Hörmann Limited in February 2014 after the Hörmann Group picked up a majority stake. It was again converted into a private limited entity named Shakti Hörmann Private Limited on August 12, 2014. SHPL manufactures steel doors, which include fire resistant doors, scientific doors, general purpose doors and special application doors. The company is involved in integrating hardware items for doors and providing installation and maintenance services for doors. SHPL's manufacturing unit is in Gagillapur, in Ranga Reddy district of Telangana. It has a manufacturing

capacity of 1,20,000 hollow metal doors, 480 industrial doors, 1,000 rolling shutters, 1,200 dock levellers, 600 sectional doors and 150 dock shelter (at one shift per day) annually. The company has pan-India presence with sales offices in more than 10 metro cities and a network of about 40 dealers across India.

Key financial indicators

	FY2021 Audited	FY2022 Audited	H1 FY2023 Provisional
Operating income	157.6	214.3	123.2
PAT	7.3	8.4	15.5
OPBDIT/OI	10.0%	8.2%	14.2%
PAT/OI	4.6%	3.9%	12.6%
Total outside liabilities/Tangible net worth (times)	0.5	0.5	0.4
Total debt/OPBDIT (times)	0.2	0.6	0.01
Interest coverage (times)	15.5	19.0	140.9

Source: Company data; PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes 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

Instrument	Current rating (FY2024)				Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs. crore)	Amount outstanding (Rs. crore)	Date & rating in	Date & rating in FY2023		Date & rating in FY2022	Date & rating in FY2021		
				Aug 16, 2023	Feb 20, 2023	Jan 27, 2023	Oct 29, 2021	Sep 14, 2020	Aug 20, 2020	
1 Fund-based – Cash credit	Long Term	3.00	-	[ICRA]A-(Positive); ISSUER NOT COOPERATING	[ICRA]A-(Positive)	[ICRA]A-(Positive)	[ICRA]A-(Stable)	[ICRA]A-(Positive)	[ICRA]A-(Positive)	
2 Non-fund based limits	Short Term	24.00	-	[ICRA]A2+; ISSUER NOT COOPERATING	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	
3 Unallocated	Long Term/ Short Term	0.00	-	-	-	[ICRA]A-(Positive)/ [ICRA]A2+	-	[ICRA]A-(Positive)/ [ICRA]A2+	[ICRA]A-(Positive)/ [ICRA]A2+	

Complexity level of the rated instruments

Instrument	Complexity Indicator
Fund-based – Cash credit	Simple
Non-fund based limits	Very Simple

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	Fund-based – Cash credit	-	NA	-	3.00	[ICRA]A- (Positive); ISSUER NOT COOPERATING
NA	Non-fund based limits	-	NA	-	24.00	[ICRA]A2+; ISSUER NOT COOPERATING

Source: Company

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

Annexure II: List of entities considered for consolidated analysis: Not applicable

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About ICRA Limited:

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Branches



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