

Kay Switchgears (India) Private Limited

June 21, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based Cash Credit	5.00	5.00	[ICRA]B (Stable); Withdrawn
Long Term - Fund Based TL	2.50	2.50	[ICRA]B (Stable); Withdrawn
Long Term - Unallocated	2.50	2.50	[ICRA]B (Stable); Withdrawn
Total	10.00	10.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B (Stable) (pronounced ICRA B with Stable outlook) assigned to the Rs. 10.00-crore bank facilities of Kay Switchgears (India) Private Limited.

Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and at the request of the company, based on the no objection certificate provided by its banker.

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[ICRA policy on withdrawal and suspension of credit rating](#)

About the company:

Kay Switchgears (India) Private Limited KSIPL was incorporated in 1981 by Mr. K. S. Khosla and Mrs. Mona Khosla with its factory located at G.T. Road, Surranussi, Jalandhar (Punjab). However, the company started manufacturing metal sheet components from September 2016 onwards and has plans to manufacture mechanical parts for Indian Railways in the future.

Key financial indicators (audited)

	FY2016	FY2017
Operating Income (Rs. crore)	0.85	2.71
PAT (Rs. crore)	0.03	-0.13
OPBDIT/OI (%)	15.59%	17.73%
RoCE (%)	8.63%	13.73%
Total Debt/TNW (times)	0.36	6.34
Total Debt/OPBDIT (times)	2.36	9.74
Interest coverage (times)	3.16	1.54

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 as on March 31, 2017 (Rs. crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
				June 2018	-	March 2017	-
1	Cash Credit	Long Term	5.00	-	[ICRA]B (Stable); Withdrawn	[ICRA]B (Stable)	-
2	Term Loan	Long Term	2.50	2.47	[ICRA]B (Stable); Withdrawn	[ICRA]B (Stable)	-
3	Unallocated	Long Term	2.50	-	[ICRA]B (Stable); Withdrawn	[ICRA]B (Stable)	-

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

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	May 2016	-	-	5.00	[ICRA]B (Stable); Withdrawn
NA	Term Loan	May 2016	-	September 2023	2.50	[ICRA]B (Stable); Withdrawn
NA	Unallocated	-	-	-	2.50	[ICRA]B (Stable); Withdrawn

Source: Kay Switchgears (India) Private Limited

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About ICRA Limited:

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