

Micro Precision

November 19, 2018

Summary of rated instruments

| Instrument [^] | Previous Rated Amount (Rs. crore) | Current Rated Amount (Rs. crore) | Rating Action |
|-------------------------|--------------------------------------|-------------------------------------|-----------------------------|
| Cash Credit | 3.25 | 3.25 | [ICRA]B+(Stable); withdrawn |
| Term Loan | 3.50 | 3.50 | [ICRA]B+(Stable); withdrawn |
| Unallocated | 0.75 | 0.75 | [ICRA]B+(Stable); withdrawn |
| Total | 7.50 | 7.50 | |

[^] Instrument details in Annexure – 1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B+ (pronounced ICRA B plus) with a stable outlook assigned to the Rs. 3.25-crore¹ cash credit facility, Rs. 3.50-crore term loan facility and Rs. 0.75-crore unallocated facility of Micro Precision (MP)².

Rationale

The long-term rating assigned to MP has been withdrawn in accordance with ICRA's policy on withdrawal and suspension, and at the request of the company, based on the no-objection certificate provided by its lender.

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

Links to applicable criteria:

[Corporate Credit Rating Methodology](#)

[ICRA Policy on Withdrawal and Suspension of Credit Rating](#)

About the company:

Micro Precision (MP) is a partnership firm constituted in the year 1989. The partners of the firm are Mr. D Magesh and his wife- Mrs. M Sandhya. Micro precision, started by Mrs. M Sandya, is a Tier-1 supplier of precision metal components to the defence sector. The main products made by the Firm are supplied to agencies/divisions under the Ministry of Defence and the Indian Navy. Majority of the supplies are to the defence sector – army and navy directly with the balance supplied to some other Tier-1 suppliers. The precision components supplied to the army are used in Army tanks. The components supplied to the Navy include valves, pressure fittings, fasteners, Regeneration boxes and filters for ships and submarines.

¹ 100 lakh = 1 crores = 10 million

² For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

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) as on Mar 31, 2018 | Date & Rating | | Date & Rating in FY2018 | Date & Rating in FY2017 | Date & Rating in FY2016 |
| | | | | Nov 2018 | Aug 2017 | Apr 2016 | Apr 2015 | |
| 1 | Cash credit facility | Long Term | 3.25 | - | [ICRA]B+ (Stable); Withdrawn | [ICRA]B+ (Stable) | [ICRA]B+ (Stable) | [ICRA]B+ (Stable) |
| 2 | Term Loan | Long Term | 3.50 | 3.49 | [ICRA]B+ (Stable); Withdrawn | [ICRA]B+ (Stable) | [ICRA]B+ (Stable) | [ICRA]B+ (Stable) |
| 3 | Unallocated | Long Term | 0.75 | - | [ICRA]B+ (Stable); Withdrawn | [ICRA]B+ (Stable) | [ICRA]B+ (Stable) | [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 |
|---------|----------------------|-----------------------------|-------------|---------------|--------------------------|--------------------------------|
| - | Cash Credit facility | - | - | - | 3.25 | [ICRA]B+(Stable); withdrawn |
| - | Term Loan | Feb-17 | - | Feb-27 | 3.50 | [ICRA]B+(Stable); withdrawn |
| - | Unallocated | - | - | - | 0.75 | [ICRA]B+(Stable); withdrawn |

Source: Micro Precision

ANALYST CONTACTS

Mr. K Ravichandran
+91 44 4596 4301
ravichandran@icraindia.com

Ms. Dharanija R
+91 44 4297 4311
dharanija.r@icraindia.com

Mr. Srinivasan R
+91 44 4596 4315
r.srinivasan@icraindia.com

Mr. Nikhil Mathew
+91 80 4922 5569
nikhil.mathew@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee
+91 80 4332 6401
jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries:

+91-124-2866928 (open Monday to Friday, from 9:30 am to 6 pm)

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

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 6606 9999

© Copyright, 2018 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 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