

December 26, 2019

Shakti Cables Private Limited: Rating Continues to remain under Non-Cooperating category

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Cash credit	1.75	1.75	[ICRA]B-(Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term - Non-Fund Based	3.00	3.00	[ICRA]B-(Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term / Short Term- Unallocated	3.75	3.75	[ICRA]B-(Stable)/A4; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short Term - NonFund Based	1.50	1.50	[ICRA]A4; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	10.00	10.00	

*Issuer did not co-operate; based on best available information.

Rationale

The rating for the Rs.10.00 crore bank facilities of Shakti Cables Private Limited to remain under 'Issuer Not Cooperating' category. The rating is now denoted as "[ICRA]B-(Stable)/A4; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not Applicable
Consolidation / Standalone	The ratings are based on standalone financial profile of the company

About the company:

Shakti Cables Pvt. Ltd. (SCPL) was incorporated in 1984 by Mr. Anil Parikh to manufacture cables and conductors. The company is engaged in the manufacturing of Low Tension (LT) power cables, control cables, and instrumentation cables for supply to Andhra Pradesh and Telangana Transmission and Distribution companies. SCPL's plant is in Patancheru, Hyderabad having manufacturing capacity of 150 tons per month.

Key financial indicators:

	FY 2018	FY 2019
Operating Income (Rs. crore)	18.34	23.63
PAT (Rs. crore)	0.10	0.20
OPBDIT/OI (%)	4.77%	4.05%
RoCE (%)	15.95%	13.62%
Total Outside Liabilities/Tangible Net Worth (times)	1.76	2.61
Total Debt/OPBDIT (times)	4.52	5.70
Interest Coverage (times)	1.07	1.44
DSCR	1.27	1.48

The previous detailed rating rationale is available on the following link: [Click here](#)

Rating history for past three years

All figures in Rs. Crore

Instrument	Current Rating (FY2020)				Rating History for the Past 3 Years			
	Type	Amount Rated	Amount Outstanding	Rating	FY2019	FY2018	FY2017	
				26-December-2019	28-September-2018	28-June-2017		
1	Cash credit	Long Term	1.75	-	[ICRA]B-(Stable); ISSUER NOT COOPERATING	[ICRA]B-(Stable); ISSUER NOT COOPERATING	[ICRA]B-(Stable); ISSUER NOT COOPERATING	-
2	Non-Fund Based	Long Term	3.00	-	[ICRA]B-(Stable); ISSUER NOT COOPERATING	[ICRA]B-(Stable); ISSUER NOT COOPERATING	[ICRA]B-(Stable); ISSUER NOT COOPERATING	-
3	Unallocated	Long Term/Short Term	3.75	-	[ICRA]B-(Stable)/A4; ISSUER NOT COOPERATING	[ICRA]B-(Stable)/A4; ISSUER NOT COOPERATING	[ICRA]B-(Stable)/A4; ISSUER NOT COOPERATING	-
4	Non-Fund Based	Short Term	1.50	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	-

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About ICRA Limited:

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