

CARE/CMBO/RL/2019-20/11130

Mr. N Krishna Samaraj
Managing Director
Magna Electro Castings Limited
43, Balasundaram road,
Coimbatore - 641018

January 31, 2020

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your company for FY19 (audited) and H1FY20 (provisional), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. Crore)	Ratings ¹	Rating Action
Long term bank facilities	10.00	CARE BBB+; Stable (Triple B Plus; Outlook: Stable)	Reaffirmed
Short term bank facilities	16.25	CARE A2 (A Two)	Reaffirmed
Total facilities	26.25 (Rs Twenty Six Crore and Twenty Five Lakhs only)		

2. Refer **Annexure I** for details of rated facilities.
3. The rationale for the rating is attached as **Annexure II**. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as **Annexure III**. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by February 03, 2020, we will proceed on the basis that you have no comments to offer.
4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall



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be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.

6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
8. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
9. CARE ratings are **not** recommendations to sanction, renew, disburse or recall any bank facilities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,


Achuth Sekhar
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Encl.: As above

Disclaimer

CARE's ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.

Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

Annexure I
Details of Rated Facilities

1. Long-term facilities

1.A. Fund Based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		CC*	Total fund-based limits
1.	Corporation Bank	5.00	5.00
2.	Indian Bank	5.00	5.00
	TOTAL	10.00	10.00

*CC=Cash credit;

Total long-term facilities Rs. 10.00 crore

2. Short-term facilities

2.A. Fund based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		FBP/FBD*	Total
1.	Corporation Bank	10.00	10.00
	Total	10.00	10.00

*FBP/FBD = Foreign bills purchase/discounting

2.B. Non fund based limits

(Rs.Crore)

Sr. No.	Name of Bank	Non Fund Based Limits		Amount
		LC*	BG*	
1.	Corporation Bank	5.00	1.25	6.25
	TOTAL	5.00	1.25	6.25

*LC=Letter of credit; BG=Bank guarantee

Total short-term facilities Rs 16.25 crore

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Annexure II
Rating Rationale
Magna Electro Castings Limited

Ratings

Facilities	Amount (Rs. Crore)	Ratings ¹	Rating Action
Long term bank facilities	10.00	CARE BBB+; Stable (Triple B Plus; Outlook: Stable)	Reaffirmed
Short term bank facilities	16.25	CARE A2 (A Two)	Reaffirmed
Total facilities	26.25 (Rupees Twenty Six Crore and Twenty Five Lakhs only)		

Detailed Rationale & Key Rating Drivers

The ratings assigned to the bank facilities of Magna Electro Castings Limited (MECL) continue to derive strength from the vast experience of the promoters, long operational track record of more than two decades in casting business, well-established manufacturing facilities. The ratings also factor in the comfortable profit margins and healthy capital structure and debt coverage indicators.

The ratings are, however, constrained by modest scale of operations with relatively lower capacity utilization, exposure to foreign exchange risk and intensely competitive & fragmented nature of industry.

Rating Sensitivities

Positive Factors

- Consistent improvement in scale of operations through diversified client base
- Sustainable improvement in operating margins above 20%

Negative Factors

- Any large debt funded capex leading to deterioration in capital structure >0.80x- 1.00x.

Detailed description of the key rating drivers

Vast experience of the promoter

MECL was promoted in 1990 by Mr. N Krishna Samaraj an Engineer and Management graduate by qualification. He has more than two decades of business experience in the casting industry. He is the Ex-president of "The Institute of Indian Foundry men" and currently takes care of the overall management of the company. He is assisted by a well-qualified and experienced team of professionals to take care of the day-to-day operations of the company.

Long and successful operational track record of over two decades catering to both domestic and export markets

MECL has a long track record of presence for over 2 decades in the industry. With its longstanding presence, it has successfully established its brand image in the market. MECL

¹ Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications.

caters to different industrial requirements including auto, valves, transmission, locomotives etc. and each of these contribute around 10-12% of its total income.

The company has a long standing presence in ductile iron casting segment. The company caters to both domestic and export market with export sales contributing to about 50% of the revenue in FY19 (PY: 50%).

Well-established manufacturing facilities with in-house machining capabilities

MECL has well-established manufacturing facilities supported by its backward integration. The company's manufacturing facility is located at Coimbatore Pollachi main road, Tamil Nadu, which is spread over 10 acres of land having in-house facilities such as metal handling, moulding, melting, sand plant, heat treatment, finishing, core shop, testing facilities and packing. MECL has three furnaces with aggregate capacity of 3 tons/hour. Presence of captive power source for the unit is an added advantage. A part of the machining is done from its sister concern 'Samrajyaa and Company' located near MECL's unit to the extent of Rs.9.94 crore in FY19 (PY: Rs.6.87 crore). MECL's design and engineering capability and the ability to manufacture castings as per customized requirements enables it to get repeat orders from its Tier I customers.

Moderate scale of operations with relatively lower capacity utilization

The casting industry has many large players with higher capacities and large scale of integrated operations and the scale of operations of MECL, remains modest. MECL witnessed a growth of 34% in its operating income from Rs. 93 crore in FY18 to Rs. 125 crore in FY19 on the back of increased sales volume and better realisations. During the H1FY20, the income witnessed a marginal decline to Rs. 55.90 crore against Rs. 61.48 crore in H1FY19 on account of decline in volume owing to the economic slowdown primarily in the export market . MECL operates at moderate capacity utilization levels for the past four years and stood at 77% during FY19.

Financial risk profile marked by comfortable profit margins and low overall gearing

The Company's PBILDT margin improved to 16.16% in FY19 compared to 13.51% in FY19 on account of improved pricing for specialized parts. As on 31st March 2019, MECL stood debt free with minimal utilisation of its working capital limits through the year when compared to a gearing of 0.06x as on March 31, 2018.

Profit margins exposed to volatility in raw material prices

The primary raw materials used for the ductile iron casting include steel scrap and ferro alloys, whose prices are inherently volatile and driven largely by global as well as local demand and supply conditions. Steel scrap contributes to 84% of the total raw material requirement and rest is contributed by Ferro alloys and other raw materials like pig iron, graphite granules. Hence any volatility in the prices of these materials may impact the profitability of MECL.

The company's profit margins are also exposed to pricing pressures due to MECL's major presence in the transmission, energy, auto and locomotives segment. These segments consist of price sensitive customers and low entry barriers resulting intense competition even from

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the unorganized sector. To mitigate this risk, the company has already diversified into value added product offerings like machined products. Further, with about 50% of the income from export markets, the company's realisations are also exposed to risk on foreign exchange rates.

Liquidity- Adequate

Adequate liquidity characterized by sufficient accruals and no long term repayment obligations for the current year. Its bank limits are utilized to the extent of 15% for the past 12 months ending in December 2019. The operations of MECL remain working capital intensive in nature. Though major portion of sales is on credit period for 2-3 months period, bill discounting facility is used for easing liquidity pressure. The company has a sanctioned limit of Rs.20 crore of working capital to facilitate its operations. The company has not used a major part of its working capital facilities in light of the favourable liquidity position of the company. The current ratio of the company improved and stood at 3.36x with as on March 31, 2019 (2.37x on March 31, 2018) with an unencumbered cash balance of Rs.6.56 crores as on 31, March 2019.

Highly competitive nature of industry

The demand for castings industry is driven primarily by growth in infrastructure, industrial growth and the need for energy efficient solutions. India is a strong base for manufacturing of casting-related products with presence of more castings units. India's low cost manufacturing and local demand has made it a profitable proposition. The presence of international players in the market has led to a significant up gradation in technology leading to better solutions for end users. During 9MFY20, passenger vehicles, commercial vehicle and Two & Three wheelers sales has registered a decline of 12.60%, 22.80% and 12.50% respectively on Y-o-Y basis. Higher automobile inventory build-up due to lower retail demand has added to the woes of the industry. Due to higher inventory with automobile dealers, most passenger vehicle manufacturers have undertaken production cuts in the past few months. This has impacted the wholesale numbers as well. The tough financing conditions, given the current NBFC crisis, are expected to persist in the ongoing financial year thus impacting automobile sales in the near term. This is expected to impact the prospects of the automotive component manufacturers as well.

Analytical approach:

Standalone

Applicable Criteria

Criteria on assigning Outlook and credit watch to Credit Ratings

CARE's Policy on Default Recognition

Criteria for Short Term Instruments

Financial ratios – Non-Financial Sector

CARE's methodology of manufacturing companies

Rating Methodology-Auto Ancillary Companies

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About the company

MECL is a public limited company incorporated in the year 1990 by Mr. N Krishna Samaraj who has more than two decades of business experience. MECL is engaged in business of manufacturing & supplying ductile and grey iron castings in the weight range of 300 grams to maximum of 2000 kilograms. As on March 31, 2019, the unit had an installed capacity of 10800 MT. MECL also produces fully machined components utilizing its in-house CNC machine shop and other facilities as well. MECL caters to various end user industries like auto, locomotives, valve, windmills, transmission etc. The company has wind mills with aggregate capacity of 4MW for captive consumption purposes.

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Financial Performance

	(Rs. Cr)		
For the period ended / as at Mar.31,	2017	2018	2019
	(12m, A)	(12m, A)	(12m, A)
<u>Working Results</u>			
Total Operating income	79.31	93.46	125.41
PBILDT	14.63	12.74	20.26
Interest	0.54	0.31	0.29
Depreciation	5.22	4.54	5.44
PBT	8.91	7.88	14.55
PAT (after deferred tax)	7.32	6.86	11.40
Gross Cash Accruals	12.12	10.84	16.71
<u>Financial Position</u>			
Equity Capital	4.58	4.58	4.58
Networth	54.95	60.61	70.77
Total capital employed	63.59	67.21	73.73
<u>Key Ratios</u>			
<u>Growth (%)</u>			
Growth in Total income	-15.92	17.84	34.18
Growth in PAT (after D.Tax)	10.14	-6.28	66.09
<u>Profitability (%)</u>			
PBILDT/Total Op. income	18.45	13.63	16.16
PAT (after deferred tax)/ Total income	9.24	7.34	9.09
ROCE	15.60	12.38	21.06
RONW	14.84	11.71	17.36
<u>Solvency (times)</u>			
Long Term Debt Equity ratio	0.03	0.00	0.00
Overall gearing ratio	0.09	0.06	0.00
PBILDT /Interest	26.98	40.90	70.53
PBIT / Interest	17.36	26.31	51.61
Term debt/Gross cash accruals(years)	0.12	0.00	0.00
Total debt/Gross cash accruals(years)	0.40	0.32	0.00
<u>Liquidity (times)</u>			
Current ratio	2.03	2.37	3.36
Quick ratio	1.69	1.93	2.80
<u>Turnover (days)</u>			
Average collection period	87	96	89
Average creditors	62	51	47
Average inventory	34	32	31
Operating cycle	59	77	72

*A:Audited;

Status of non-cooperation with previous CRA:

Not Applicable

Any other information:

Not Applicable.

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Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	10.00	CARE BBB+; Stable
Fund-based - ST-FBN / FBP	-	-	-	10.00	CARE A2
Non-fund-based - ST-BG/LC	-	-	-	6.25	CARE A2

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Cash Credit	LT	10.00	CARE BBB+; Stable	-	1)CARE BBB+; Stable (06-Dec-18)	1)CARE BBB+; Stable (23-Oct-17)	1)CARE BBB+; Stable (06-Jan-17)
2.	Fund-based - ST-FBN / FBP	ST	10.00	CARE A2	-	1)CARE A2 (06-Dec-18)	1)CARE A2 (23-Oct-17)	1)CARE A2 (06-Jan-17)
3.	Fund-based - LT-Term Loan	LT	0.84	CARE BBB+; Stable	-	-	1)CARE BBB+; Stable (23-Oct-17)	1)CARE BBB+; Stable (06-Jan-17)
4.	Non-fund-based - ST-BG/LC	ST	6.25	CARE A2	-	1)CARE A2 (06-Dec-18)	1)CARE A2 (23-Oct-17)	1)CARE A2 (06-Jan-17)

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Annexure-3: Details of Rated Facilities

1. Long-term facilities

1.A. Fund Based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		CC*	Total fund-based limits
1.	Corporation Bank	5.00	5.00
2.	Indian Bank	5.00	5.00
	TOTAL	10.00	10.00

*CC=Cash credit;

Total long-term facilities Rs. 10.00 crore

2. Short-term facilities

2.A. Fund based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		FBP/FBD*	Total
1.	Corporation Bank	10.00	10.00
	Total	10.00	10.00

*FBP/FBD = Foreign bills purchase/discounting

2.B. Non fund based limits

(Rs.Crore)

Sr. No.	Name of Bank	Non Fund Based Limits		Amount
		LC*	BG*	
1.	Corporation Bank	5.00	1.25	6.25
	TOTAL	5.00	1.25	6.25

*LC=Letter of credit; BG=Bank guarantee

Total short-term facilities Rs 16.25 crore



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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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Annexure III
Press Release
Magna Electro Castings Limited

Ratings

Facilities	Amount (Rs. Crore)	Ratings ¹	Rating Action
Long term bank facilities	10.00	CARE BBB+; Stable (Triple B Plus; Outlook: Stable)	Reaffirmed
Short term bank facilities	16.25	CARE A2 (A Two)	Reaffirmed
Total facilities	26.25 (Rupees Twenty Six Crore and Twenty Five Lakhs only)		

Detailed Rationale & Key Rating Drivers

The ratings assigned to the bank facilities of Magna Electro Castings Limited (MECL) continue to derive strength from the vast experience of the promoters, long operational track record of more than two decades in casting business, well-established manufacturing facilities. The ratings also factor in the comfortable profit margins and healthy capital structure and debt coverage indicators.

The ratings are, however, constrained by modest scale of operations with relatively lower capacity utilization, exposure to foreign exchange risk and intensely competitive & fragmented nature of industry.

Rating Sensitivities

Positive Factors

- Consistent improvement in scale of operations through diversified client base
- Sustainable improvement in operating margins above 20%

Negative Factors

- Any large debt funded capex leading to deterioration in capital structure >0.80x- 1.00x.

Detailed description of the key rating drivers

Key Rating Strengths

Vast experience of the promoter

MECL was promoted in 1990 by Mr. N Krishna Samaraj an Engineer and Management graduate by qualification. He has more than two decades of business experience in the casting industry. He currently takes care of the overall management of the company.

Long and successful operational track record of over two decades catering to both domestic and export markets

MECL has a long track record of presence for over two decades in the ductile iron casting segment. The company caters to both domestic and export market with export sales contributing to about 50% of the revenue in FY19 (PY: 50%). MECL caters to different

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industrial requirements including auto, valves, transmission, locomotives etc. and each of these contribute around 10-12% of its total income.

Well-established manufacturing facilities with in-house machining capabilities

MECL has well-established manufacturing facilities supported by its backward integration. The company's manufacturing facility, spread over 10 acres of land has in-house facilities such as metal handling, moulding, melting, sand plant, heat treatment, finishing, core shop, testing facilities and packing. Some part of the machining is also done from its sister concern 'Samrajyaa and Company' located near MECL's unit.

Financial risk profile marked by comfortable profit margins and low overall gearing

The Company's PBILDT margin improved to 16.16% in FY19 compared to 13.51% in FY18 on account of improved pricing for specialized parts. As on 31st March 2019, MECL stood debt free with minimal utilisation of its working capital limits through the year when compared to a gearing of 0.06x as on March 31, 2018.

Key Rating weakness

Moderate scale of operations with relatively lower capacity utilization

The casting industry has many large players with higher capacities and large scale of integrated operations and the scale of operations of MECL, remains modest. MECL witnessed a growth of 34% in its operating income from Rs. 93 crore in FY18 to Rs. 125 crore in FY19 on the back of increased sales volume and better realisations.. MECL operates at moderate capacity utilization levels for the past four years and stood at 77% during FY19

Profit margins exposed to volatility in raw material prices

The primary raw materials used for the ductile iron casting include steel scrap and ferro alloys, whose prices are inherently volatile and driven largely by global as well as local demand and supply conditions. Hence any volatility in the prices of these materials may impact the profitability of MECL. Further, with about 50% of the income from export markets, the company's realisations are also exposed to risk on foreign exchange rates.

Highly competitive nature of industry

The demand for castings industry is driven primarily by growth in infrastructure, industrial growth and the need for energy efficient solutions. During 9MFY20, passenger vehicles, commercial vehicle and Two & Three wheelers sales has registered a decline of 12.60%, 22.80% and 12.50% respectively on Y-o-Y basis. Higher automobile inventory build-up due to lower retail demand has added to the woes of the industry. Due to higher inventory with automobile dealers, most passenger vehicle manufacturers have undertaken production cuts in the past few months. This has impacted the wholesale numbers as well and is expected to impact the prospects of the automotive component manufacturers as well.

Liquidity- Adequate

Adequate liquidity characterized by sufficient accruals and no long term repayment obligations for the current year. Its bank limits are utilized to the extent of 69% for the past 12 months ending in October 2019. The company has not used a major part of its working capital facilities in light of the favourable liquidity position of the company. The current ratio of the company improved and stood at 3.36x with as on March 31, 2019 (2.37x on March 31, 2018) with an unencumbered cash balance of Rs.6.56 crores as on 31, March 2019.

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Analytical approach: Standalone

Applicable Criteria

Criteria on assigning Outlook to Credit Ratings

CARE's Policy on Default Recognition

Criteria for Short Term Instruments

Financial ratios – Non-Financial Sector

Rating Methodology-Auto Ancillary Companies

About the Company

MECL is a public limited company incorporated in the year 1990 by Mr. N Krishna Samaraj who has more than two decades of business experience. MECL is engaged in business of manufacturing & supplying ductile and grey iron castings in the weight range of 300 grams to maximum of 2000 kilograms. MECL caters to various end user industries like auto, locomotives, valve, windmills, transmission etc. As on March 31, 2019, the unit had an installed capacity of 10800 MT. The company has wind mills with aggregate capacity of 4MW for captive consumption purposes.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	93.46	125.41
PBILDT	12.63	20.26
PAT	7.23	11.40
Overall gearing (times)	0.06	0.00
Interest coverage (times)	40.55	70.53

A: Audited

Status of non-cooperation with previous CRA:

Not Applicable

Any other information:

Not Applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	10.00	CARE BBB+; Stable
Fund-based - ST-FBN / FBP	-	-	-	10.00	CARE A2
Non-fund-based - ST-BG/LC	-	-	-	6.25	CARE A2

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Cash Credit	LT	10.00	CARE BBB+;	-	1)CARE BBB+; Stable	1)CARE BBB+; Stable	1)CARE BBB+; Stable

				Stable		(06-Dec-18)	(23-Oct-17)	(06-Jan-17)
2.	Fund-based - ST-FBN / FBP	ST	10.00	CARE A2	-	1)CARE A2 (06-Dec-18)	1)CARE A2 (23-Oct-17)	1)CARE A2 (06-Jan-17)
3.	Fund-based - LT-Term Loan	LT	0.84	CARE BBB+; Stable	-	-	1)CARE BBB+; Stable (23-Oct-17)	1)CARE BBB+; Stable (06-Jan-17)
4.	Non-fund-based - ST-BG/LC	ST	6.25	CARE A2	-	1)CARE A2 (06-Dec-18)	1)CARE A2 (23-Oct-17)	1)CARE A2 (06-Jan-17)

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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