

DH Limited

December 09, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	25.00	CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	20.70	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	45.70 (Rs. Forty-Five Crore and Seventy Lakhs Only)		

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 16, 2020, placed the rating(s) of DH Limited (DL) under the 'issuer non-cooperating' category as DL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. DL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated November 01, 2021, November 11, 2021, November 21, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

Please refer to PR dated [December 16, 2020](#)

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

Ghaziabad-based (Uttar Pradesh) DH Limited (DHL) (formerly known as Dass Hitachi Limited) established in 1960, is a closely held public limited company. DHL was originally formed under the joint venture between Mr S.K. Dass and Japan based Hitachi Limited to manufacture electric watt-hour meters. The name changed to the present one in January, 2014, after the separation from Hitachi Limited. The current management comprises of Mr SK Dass, his wife Ms Veena Dass and son Mr Pradeep Dass. DHL is engaged in manufacturing of engineering goods specifically defence systems viz. cableway and specialized systems. These specialized systems include NBC integrated shelters, NBC ventilation system, bullet proofing of vehicles, laboratory on wheels and many other medium and high technology precision products to cater to the needs of defence forces. The company is also engaged in providing fabricated metal products. DHL has its manufacturing unit located in Sahibabad, Uttar Pradesh and the processes of the company are ISO 9001:2008 certified.

Brief Financials (Rs. crore)	FY19(A)	FY20(A)	FY21(Prov.)
Total operating income	34.00	22.01	NA
PBILD	7.23	4.09	NA
PAT	4.33	5.07	NA
Overall gearing (times)	0.15	0.33	NA
Interest coverage (times)	9.04	3.39	NA

A: Audited, Prov. – Provisional, NA – Not Available

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

Status of non-cooperation with previous CRA: ICRA had put its ratings under "ISSUER NOT COOPERATING" category via press release dated May 20, 2021.

Any other information: Not Applicable

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

Covenants of rated instrument/facility: Please refer Annexure 3

Complexity level of various instruments rated for this Company: Please refer Annexure 4

Annexure-1: Details of Instruments / Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	5.50	CARE B; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-ILC/FLC		-	-	-	0.50	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantees		-	-	-	6.50	CARE B; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantees		-	-	-	16.00	CARE A4; ISSUER NOT COOPERATING*
Fund-based - LT-Proposed fund based limits		-	-	-	4.50	CARE B; Stable; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantees		-	-	-	8.50	CARE B; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantees		-	-	-	3.70	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-ILC/FLC		-	-	-	0.50	CARE A4; ISSUER NOT COOPERATING*

**Issuer not cooperating; Based on best available information*

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 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Cash Credit	LT	5.50	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE BB; ISSUER NOT COOPERATING* (04-Jul-18)
2	Non-fund-based - ST-ILC/FLC	ST	0.50	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE A4+; ISSUER NOT COOPERATING* (04-Jul-18)
3	Non-fund-based - LT-Bank Guarantees	LT	6.50	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE BB; ISSUER NOT COOPERATING* (04-Jul-18)
4	Non-fund-based - ST-Bank Guarantees	ST	16.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE A4+; ISSUER NOT COOPERATING* (04-Jul-18)
5	Fund-based - LT-Proposed fund based limits	LT	4.50	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE BB; ISSUER NOT COOPERATING* (04-Jul-18)
6	Non-fund-based - LT-Bank Guarantees	LT	8.50	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE BB; ISSUER NOT COOPERATING* (04-Jul-18)
7	Non-fund-based - ST-Bank Guarantees	ST	3.70	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE A4+; ISSUER NOT COOPERATING* (04-Jul-18)
8	Non-fund-based - ST-ILC/FLC	ST	0.50	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (16-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (14-Nov-19)	1)CARE A4+; ISSUER NOT COOPERATING* (04-Jul-18)

*Issuer not cooperating; Based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities – Not Applicable**Annexure 4: Complexity level of various instruments rated for this company**

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Proposed fund based limits	Simple
3	Non-fund-based - LT-Bank Guarantees	Simple
4	Non-fund-based - ST-Bank Guarantees	Simple
5	Non-fund-based - ST-ILC/FLC	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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