

Lakshmi Transformers & Electricals

December 09, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	3.00	CARE B-; Stable; ISSUER NOT COOPERATING* (Single B Minus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	40.00	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	43.00 (Rs. Forty-Three Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 08, 2020, placed the rating(s) of Lakshmi Transformers & Electricals (LTE) under the 'issuer non-cooperating' category as LTE 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. LTE continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 24, 2021, November 03, 2021 and November 13, 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 08, 2020](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

[Rating Outlook and Credit Watch](#)

About the Firm

Lakshmi Transformers & Electricals (LTE), is a partnership concern established in June, 1992 and is currently being managed by Mr. Sanjay Singhal, Ms. Seema Singhal, Ms. Kusum Singhal and Ms. Anita Singhal sharing profit and losses in the ratio of 1:1:1:1. The firm is engaged in manufacturing of power distribution transformers and also undertakes power distribution projects on turnkey basis for transmission lines, power substations and erection contracts. LTE manufactures transformers of capacity ranging from 5 kilovolt amperes (KVA) to 5 megavolt amperes (MVA), with voltage rating up to 33 KV at its manufacturing facility located at Sikandra Industrial Area, Agra. The firm primarily caters to state owned utilities.

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)	FY19 (Prov.)
Total operating income	44.76	62.67	NA
PBILDT	3.23	4.44	NA
PAT	1.25	2.88	NA
Overall gearing (times)	0.18	0.08	NA
Interest coverage (times)	2.09	3.14	NA

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

Status of non-cooperation with previous CRA: CRISIL maintained the ratings of the bank facilities of the firm under Issuer Not Cooperating category vide PR dated Sept 14, 2020.

Any other information: Not applicable

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

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

Covenants of rated instrument / facility: Please refer Annexure-3

Complexity level of various instruments rated for this firm: 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		-	-	-	3.00	CARE B-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantees		-	-	-	25.00	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	15.00	CARE A4; ISSUER NOT COOPERATING*

*Issuer did not cooperate; 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	3.00	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B-; Stable; ISSUER NOT COOPERATING* (08-Dec-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (23-Oct-19)	1)CARE BB; Stable (05-Sep-18)
2	Non-fund-based - ST-Bank Guarantees	ST	25.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (08-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (23-Oct-19)	1)CARE A4 (05-Sep-18)
3	Non-fund-based - ST-Letter of credit	ST	15.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (08-Dec-20)	1)CARE A4; ISSUER NOT COOPERATING* (23-Oct-19)	1)CARE A4 (05-Sep-18)

*Issuer did not cooperate; 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 firm

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple
2	Non-fund-based - ST-Bank Guarantees	Simple
3	Non-fund-based - ST-Letter of credit	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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About CARE Ratings:

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