

Grand Prix Engineering Private Limited

June 14, 2022

Ratings

| Facilities/Instruments | Amount (₹ crore) | Rating ¹ | Rating Action |
|--|--|--|--|
| Long Term Bank Facilities | 10.00 | CARE BB-; Stable; ISSUER NOT COOPERATING* (Double B Minus; Outlook: Stable ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable; (Double B; Outlook: Stable) |
| Long Term / Short Term Bank Facilities | 18.50 | CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (Double B Minus; Outlook: Stable/ A Four ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable / CARE A4; (Double B ; Outlook: Stable / A Four) |
| Total Bank Facilities | 28.50 (₹ Twenty-Eight Crore and Fifty Lakhs Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated April 15, 2021, placed the rating(s) of Grand Prix Engineering Private Limited (GPEPL) under the 'issuer non-cooperating' category as GPEPL 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. GPEPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated March 01, 2022, March 11, 2022, March 21, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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).

The ratings assigned to the bank facilities of GPEPL have been revised on account of non-availability of requisite information. The revision in rating also factors in decline in scale of operation as well as profitability during FY21 compared to FY20.

Detailed description of the key rating drivers

Please refer to PR dated [April 15, 2021](#)

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

Delhi based, Grand Prix Engineering Private Limited (GPEPL) was incorporated in 1989 and is currently being managed by Mr. Chander Bhalla, Mrs. Shobha Bhalla, Mr. Baljit Singh Dhillon and Mr. Manoj Kumar. The company is engaged in the manufacturing of heavy engineering equipment such as filters and separators used in the oil & gas industry.

| Brief Financials (₹ crore) | FY20 (A) | FY21 (A) | FY22 (Prov.) |
|----------------------------|----------|----------|--------------|
| Total operating income | 75.51 | 46.74 | NA |
| PBILDT | 19.66 | 2.67 | NA |
| PAT | 12.37 | 3.94 | NA |
| Overall gearing (times) | 0.29 | 0.21 | NA |
| Interest coverage (times) | 13.64 | 1.98 | NA |

A – Audited, Prov. – provisional, NA – Not Available

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

*Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA: ICRA has continued the ratings assigned to the bank facilities of GPEPL into 'Issuer not-cooperating' category vide press release dated November 29, 2021 on account of non-availability of requisite information from the company.

Any other information: Not Available

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 (₹ crore) | Rating Assigned along with Rating Outlook |
|---------------------------------------|------|------------------|-------------|---------------|-----------------------------|---|
| Fund-based - LT-Cash Credit | - | - | - | - | 10.00 | CARE BB-; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - LT/ST-Bank Guarantee | - | - | - | - | 18.50 | CARE BB-; Stable / 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 (₹ crore) | Rating | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022 | Date(s) and Rating(s) assigned in 2020-2021 | Date(s) and Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Cash Credit | LT | 10.00 | CARE BB-; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (15-Apr-21) | - | 1)CARE BB+; Stable; ISSUER NOT COOPERATING* (30-Mar-20) |
| 2 | Non-fund-based - LT/ST-Bank Guarantee | LT/ST | 18.50 | CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable / CARE A4; ISSUER NOT COOPERATING* (15-Apr-21) | - | 1)CARE BB+; Stable / CARE A4+; ISSUER NOT COOPERATING* (30-Mar-20) |

*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 company

| Sr. No. | Name of Instrument | Complexity Level |
|---------|--|------------------|
| 1 | Fund-based - LT-Cash Credit | Simple |
| 2 | Non-fund-based - LT/ ST-Bank Guarantee | Simple |

Annexure-5: Bank lender details for this company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instruments: CARE Ratings 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.

Contact us

Media Contact

Name – Mr. Mradul Mishra
Contact no. - +91-22-6754 3596
Email ID - mradul.mishra@careedge.in

Analyst Contact

Name - Shachee Nakul Vyas
Contact no.- +91-079-40256565
Email ID - shachee.tripathi@careedge.in

Relationship Contact

Name -Swati Agrawal
Contact no. - +91-011-45333237
Email ID: swati.agrawal@careedge.in

About CARE Ratings Limited:

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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