

## Fedders Electric And Engineering Limited

December 22, 2023

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	460.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	762.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

\*Issuer did not cooperate; based on best available information.

### Rationale and key rating drivers

CARE Ratings Ltd. vide its press release dated October 10, 2022, continue to place the ratings of Fedders Electric and Engineering Limited under the 'Issuer non-cooperating' category as the company had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. Fedders Electric and Engineering Limited continue to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter dated December 18, 2023, December 15, 2023, December 14, 2023, etc. 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 ratings.**

The ratings on bank facilities of Fedders Electric and Engineering Limited will be denoted as CARE D; Issuer not cooperating due to non-availability of information.

**Analytical approach:** Standalone

**Outlook:** Not Applicable.

### Detailed description of the key rating drivers

Please refer to the PR dated [October 10, 2022](#).

### Applicable criteria

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

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Credit Watch](#)

[Short Term Instruments](#)

[Manufacturing Companies](#)

[Service Sector Companies](#)

[Construction](#)

[Policy on Withdrawal of Ratings](#)

### About the company and industry

#### Industry classification

Macro-Economic Indicator	Sector	Industry	Basic Industry
Industrials	Construction	Construction	Civil Construction

Fedders Electric and Engineering Limited, a public limited company, was incorporated by the Punj group in the year 1957. The company provides customized solutions on a turnkey basis in the areas of infrastructure, involving manufacturing, engineering, designing of Steel Structures, Engineering, Procurement and Construction (EPC) for transmission of power, manufacture, and

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

supply of towers for wind turbines, and environment control systems for industrial and customized applications. Further, the company has concluded the transaction with respect to the sale of the brand name, logo, trademark or any other intellectual property rights associated with "LLOYD" and/or "Lloyd" to Havells India Limited for a consideration of Rs. 50 crores on May 08, 2017. Subsequently, after approval from the Registrar of Companies, the name of the company has been changed from Fedders Lloyd Corporation Limited to Fedders Electric and Engineering Limited.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	H1FY24 (Prov.) *
Total operating income	93.19	129.89	197.21
PBILDT	16.18	24.98	11.70
PAT	748.70	22.85	36.22
Overall gearing (times)	0.02	0.23	0.18
Interest coverage (times)	7.78	8.22	8.87

A: Audited, UA: Unaudited, Prov.: Provisional; NA: Not Available. Note: 'the above results are latest financial results available'.

\*Refers to the period from April 01, 2023, to September 30, 2023.

**Status of non-cooperation with previous CRA:** Not Applicable.

**Any other information:** Not Applicable.

**Rating history for last three years:** Please refer Annexure-2

**Covenants of rated instrument / facility:** Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of various instruments rated:** Annexure-4

**Lender details:** Annexure-5

#### Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	440.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-BG/LC		-	-	-	762.00	CARE D; ISSUER NOT COOPERATING*
Term Loan-Long Term		-	-	September 2018	20.00	CARE D; ISSUER NOT COOPERATING*

\*Issuer did not cooperate; based on best available information.

**Annexure-2: Rating history for the 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 2023-2024	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
1	Term Loan-Long Term	LT	20.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (10-Oct-22)	1)CARE D; ISSUER NOT COOPERATING * (13-Jul-21)	1)CARE D; ISSUER NOT COOPERATING * (06-May-20)
2	Non-fund-based - ST-BG/LC	ST	762.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (10-Oct-22)	1)CARE D; ISSUER NOT COOPERATING * (13-Jul-21)	1)CARE D; ISSUER NOT COOPERATING * (06-May-20)
3	Fund-based - LT-Cash Credit	LT	440.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (10-Oct-22)	1)CARE D; ISSUER NOT COOPERATING * (13-Jul-21)	1)CARE D; ISSUER NOT COOPERATING * (06-May-20)

\*Issuer did not cooperate; based on best available information.

\*Long term/Short term.

**Annexure-3: Detailed explanation of covenants of the rated instruments/facilities:** Not Applicable.**Annexure-4: Complexity level of the various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Non-fund-based - ST-BG/LC	Simple
3	Term Loan-Long Term	Simple

**Annexure-5: Lender details**To view the lender wise details of bank facilities please [click here](#)

**Note on the 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](mailto:care@careedge.in) for any clarifications.

## Contact us

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### About us:

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