

EMT Megatherm Private Limited

August 20, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	14.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE C; Stable;
Long Term / Short Term Bank Facilities	25.00	CARE D / CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE C; Stable / CARE A4;
Short Term Bank Facilities	27.00	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE A4;

Details of instruments/facilities in Annexure-1

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

Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated September 08, 2023, placed the rating(s) of EMT Megatherm Private Limited (EMPL) under the 'issuer non-cooperating' category as EMPL had failed to provide information for monitoring of the rating. EMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 24, 2024, August 03, 2024, August 13, 2024 and August 16, 2024.

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 for EMPL have been revised on account of delays in debt servicing as recognized from publicly available information i.e. bank certificate.

Analytical approach: Standalone

Outlook: Not applicable

Detailed description of the key rating drivers:

Please refer to PR dated [September 08, 2023](#)

Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)
[Policy on default recognition](#)

About the company

EMT Megatherm Pvt. Ltd (EMPL) was originally incorporated in July 1998 by the Government of West Bengal (GoWB) as Engel India Machines & Tools for manufacturing of injection moulding machines for the plastic industry. In October 2005, the Megatherm Electronics Pvt Ltd (MEPL) along with its various group companies took over around 90.1% stake in the company thereby reducing the stake of GoWB to balance 9.9%. Prior to acquisition, MEPL was engaged in manufacturing of induction equipment's and executing EPC contracts in the same field.

Post-acquisition, MEPL gradually transferred its entire operation into EMT and currently it is also executing certain EPC contracts on its own, wherein MEPL procures its requirement of induction equipment from EMPL. EMPL is currently engaged in the manufacturing of induction equipment(like induction melting furnace, induction heating furnace, electric arc melting furnace, ladle refining furnace and continuous steel casting machines) and execution of EPC contracts for steel, foundry & forging and transformer sector.

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

Brief Financials (Rs. crore)	March 31, 2021 (A)	March 31, 2022 (A)
Total operating income	27.72	4.03
PBILDT	-13.19	-5.13
PAT	-15.27	-4.95
Overall gearing (times)	NM	NM
Interest coverage (times)	NM	NM

A: Audited, NM – Not meaningful, Note: 'the above results are latest financial results available'

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	-	-	-	-	10.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT/ ST-CC/PC/Bill Discounting	-	-	-	-	25.00	CARE D / CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee	-	-	-	-	5.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Forward Contract	-	-	-	-	1.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit	-	-	-	-	21.00	CARE D; ISSUER NOT COOPERATING*
Term Loan-Long Term	-	-	-	December 2019	4.00	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 2024-2025	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
1	Fund-based - LT-Cash Credit	LT	10.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE C; Stable; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE C; Stable; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jun-21)
2	Non-fund-based - ST-Letter of credit	ST	21.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE A4; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-21)
3	Non-fund-based - ST-Bank Guarantee	ST	5.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE A4; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-21)
4	Fund-based - LT/ ST-CC/PC/Bill Discounting	LT/ST	25.00	CARE D / CARE D; ISSUER NOT COOPERATING*	-	1)CARE C; Stable / CARE A4; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE C; Stable / CARE A4; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* (29-Jun-21)
5	Term Loan-Long Term	LT	4.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE C; Stable; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE C; Stable; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jun-21)
6	Non-fund-based - ST-Forward Contract	ST	1.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (08-Sep-23)	1)CARE A4; ISSUER NOT COOPERATING* (22-Aug-22)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-21)

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

LT: Long term; ST: Short term; LT/ST: 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	Fund-based - LT/ ST-CC/PC/Bill Discounting	Simple
3	Non-fund-based - ST-Bank Guarantee	Simple
4	Non-fund-based - ST-Forward Contract	Simple
5	Non-fund-based - ST-Letter of credit	Simple
6	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 for any clarifications.

Contact us

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About us:

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