

Kirloskar Chillers Private Limited

March 24, 2026

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	2.00	CARE BB; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded from CARE BB+; Stable
Short Term Bank Facilities	16.00	CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded 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 Limited (CareEdge Ratings) had, vide its press release dated January 31, 2025, placed the ratings of Kirloskar Chillers Private Limited (KCPL) under the 'issuer non-cooperating' category as KCPL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. KCPL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated December 17, 2025, December 27, 2025, January 06, 2026, letter dated March 03, 2026, and phone calls. In line with the extant SEBI guidelines, CareEdge Ratings has reviewed the rating on the basis of the best available information which however, in careEdge Ratings' 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.

Ratings have been revised on account of insufficient information to conduct a detailed review.

The ratings continue to be constrained by susceptibility of profitability to variable input costs and planned debt-funded capex. The ratings, however, continue to derive comfort from its established track record, experienced management and being part of Kirloskar group. The ratings further derive strength from the company's moderate scale of operations, moderate profitability and comfortable solvency position.

Analytical approach: Standalone

Outlook: Stable

Stable outlook reflects CareEdge Ratings' expectation that the company shall sustain its financial risk profile over the medium term.

Detailed description of key rating drivers:

At the time of last rating on January 31, 2025 the following were the rating strengths and weaknesses (updated for the information available from Registrar of Companies):

Key weaknesses

Planned debt-funded capex

In FY20 (refers to April 01 to March 31), KCPL undertook capex in a phased manner to transfer its existing facility to a new unit while also expanding its installed and storage capacity. The total project cost is ₹40 crore, which would be funded through a term loan of ₹30 crore and remaining through internal accruals. Till March 2021, the company has incurred ₹23.03 crore for purchase of land and construction of building. The existing facility, located at Saswad, Pune was taken on lease from Kirloskar Pneumatics Private limited. Further KCPL has purchased own land for new facility at Khandala, Satara.

Susceptibility of profitability to variable input costs

Raw material costs constitute the largest portion of KCPL's operating expenses, followed by employee costs. The company earlier imported more than 60% of its raw materials from China and Europe. However, post-pandemic, KCPL has shifted to sourcing primarily from the domestic market, with minimal imports. Given the price volatility of the raw materials, the company's profitability is vulnerable to adverse price fluctuations, since KCPL's orders are fixed price in nature. Additionally, being a net importer, KCPL is exposed to any adverse fluctuation in the currency movements.

¹Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

Key strengths

Established track record of operations and experienced management

KCPL is currently managed by Avinash Manjul, who serves as the Managing Director. Before joining KCPL, he worked as a Marketing Manager for HVAC projects at one of the group companies, Kirloskar Pneumatic Company Limited. The promoters are backed by a team of experienced professionals who lead various divisions within the company. Their long-standing presence in the industry has enabled them to develop adequate acumen about the industry.

Part of Kirloskar Group

KCPL is part of the Pune-based Kirloskar Group, a 125-year-old group spearheaded by promoter, Rahul Kirloskar. The 'Kirloskar' brand is owned by one of the group companies, Kirloskar Proprietary Limited, and KCPL is required to pay a royalty of 0.25% of its sales for using the brand name. By being a part of the Kirloskar Group, KCPL benefits from managerial, technical, and operational synergies.

Financial risk profile marked by moderate scale of operations, moderate profitability and comfortable solvency position

Total operating income (TOI) registered a y-o-y growth of ~37% and stood at ₹270.65 crore in FY25 (PY: ₹197.16 crore). PBILDT margin improved to 20.70% in FY25 (PY: 17.99%) due to reduction in cost of raw materials consumed and better absorption of fixed costs with improvement in scale. PAT margin improved in line with the PBILDT margin to 14.37% in FY25 (PY: 11.37%). Further, the capital structure continued to remain comfortable marked by overall gearing of 0.09x as on March 31, 2025 (PY: 0.21x). The debt coverage indicators also remained comfortable with TD/GCA and interest coverage of 0.33x and 39.47x respectively in FY24 (PY: 0.93x and 22.40x respectively).

Assumptions/Covenants – Not Applicable

Environment, social, and governance (ESG) risks – Not Applicable

Applicable criteria

[Information Adequacy Risk and Issuer Non-Cooperation](#)

[Definition of Default](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Short Term Instruments](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Capital Goods	Industrial Products	Other Industrial Products

KCPL is part of the Pune-based Kirloskar Group, a 125-year-old group. KCPL is engaged in the manufacturing of hydro-fluoro carbon (HFC) air- and water-cooled chillers catering to both the industrial and commercial markets. Its manufacturing facility is located in Saswad, near Pune. KCPL has AHRI (Air-conditioning, Heating and Refrigeration Institute) certification for its water-cooled screw and centrifugal chillers and AHRI-certified test bed. KCPL manufactures chillers in the range of 40-ton refrigeration (TR) to 2400 TR.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)
Total operating income	197.16	270.65
PBILDT*	35.48	56.02
Profit after tax (PAT)	22.42	38.89
Overall gearing (x)	0.21	0.09
Interest coverage (x)	22.40	39.47

A: Audited; Note: these are latest available financial results

*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	2.00	CARE BB; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-BG/LC		-	-	-	16.00	CARE A4; ISSUER NOT COOPERATING*

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

Annexure-2: Rating history for 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 2025-2026	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
1	Fund-based - LT-Cash Credit	LT	2.00	CARE BB; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (31-Jan-25)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (20-Dec-23)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (26-Sep-22)
2	Non-fund-based - ST-BG/LC	ST	16.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4+; ISSUER NOT COOPERATING* (31-Jan-25)	1)CARE A4+; ISSUER NOT COOPERATING* (20-Dec-23)	1)CARE A4+; ISSUER NOT COOPERATING* (26-Sep-22)

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

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities – Not Applicable

Annexure-4: Complexity level of 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

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CareEdge Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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About us:

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