

## R S Cables

March 05, 2026

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	10.00	CARE B+; Stable; ISSUER NOT COOPERATING*	Rating moved to 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. (CareEdge Ratings) has been seeking "No Default Statement" from R S Cables (RSC) to monitor the rating vide e-mail communications dated January 13, 2026, to March 03, 2026, and numerous phone calls. However, despite our repeated requests, the company has not provided the "No Default Statement" for monitoring the ratings. In line with the extant SEBI guidelines, CareEdge Rating has reviewed the rating on the basis of best available information which however, in CareEdge Rating's opinion is not sufficient to arrive at fair rating. The rating on RSC will now be denoted as CARE B+; Stable; Issuer Not Cooperating.

### Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating.

The rating of bank facilities of RSC has been moved to ISSUER NOT COOPERATING category on account of non-submission of No Default Statements (NDS) for 3 consecutive months i.e. for the months of December 2025, January 2026 and February 2026.

### Analytical approach: Standalone

### Outlook: Stable

CareEdge Ratings expects the entity will continue to benefit from experience of the promoters in the industry.

### Detailed description of key rating drivers:

At the time of last rating on December 05, 2025, following were the rating weaknesses and strengths:

#### Key weaknesses

##### Modest scale of operations with low profitability

Total operating income (TOI) grew at a compounded annual growth rate (CAGR) of 18.67% in the last five years ended FY25 (FY refers to April 01 to March 31). TOI grew by 39% to ₹43.37 crore in FY25 over FY24 on account of improved demand from Mangalore Electricity Supply Company Limited (MESCOM). It has a modest net worth base, which stood at ₹3.53 crore as on March 31, 2025. The scale of operations remained modest, which limits the entity's ability to scale up the business significantly. Further, intense competition in the industry will continue to restrict future growth prospects. As on October 31, 2025, its order book position stood moderate at 1.44x of TOI for FY25, providing near-to-medium-term revenue visibility.

RSC's operating profitability exhibited a stable trend with a profit before interest, lease rentals, depreciation, and taxation (PBILDT) margin within the range of 3-4% in the past three years ended FY25. It stood modest at 4.14% in FY25.

##### Leveraged capital structure

The entity's capital structure stood leveraged due to its modest net worth base, marked by an overall gearing of 2.07x as on March 31, 2025 (3.38x as on March 31, 2024), with high reliance on external debt. Its debt profile comprises working capital borrowings. The total outside liabilities to net worth stood high at 3.18x as on March 31, 2025 (moderated from 4.52x as on March 31, 2024). Profit before interest, lease rentals, depreciation, and taxation (PBILDT) interest coverage stood at 2.07x in FY25 (1.66x in FY24).

##### Presence in highly fragmented and competitive nature of industry

The wire and cable industry is highly fragmented, with numerous organised and unorganised players, leading to intense competition. This competitive intensity limits the pricing power of individual players and hampers their ability to scale operations rapidly, thereby exerting pressure on profitability.

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

### Client concentration risk

The company has a high level of customer concentration, with the top two clients contributing over 90% of total operating income (TOI) in FY25 (FY refers to April 01 to March 31). This indicates a highly concentrated customer base, which can pose risks such as revenue volatility if any major customer reduces orders or exits. It also means the company might face pressure to offer better terms to these key clients, potentially impacting profitability.

### Key strengths

#### Experienced promoters with established relations with reputed clientele

The firm is managed by Raju GS and Bhagyalakshmi, having more than decade of experience in the wires and cables industry helping them in getting repeat orders. RSC has maintained long-standing and established relationships with reputed clients such as Gulbarga Electricity Supply Company Limited (GESCOM) and Mangalore Electricity Supply Company Limited (MESCOM). RSC undertakes various types of work through the tender bidding process.

### Applicable criteria

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

### About the company and industry

#### Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Capital Goods	Industrial Products	Cables - Electricals

RSC, based in Davangere, Karnataka, is a partnership firm managed by Raju G.S. and Bhagyalakshmi. The firm is engaged in manufacturing, testing, and supplying aluminium conductors steel reinforced (ACSR), specifically ACSR Rabbit Conductor and ACSR Weasel Conductor, which are widely used in power transmission and distribution networks. RSC serves reputed clients, including Gulbarga Electricity Supply Company Limited (GESCOM) and Mangalore Electricity Supply Company Limited (MESCOM). It has a manufacturing plant in Doddabudhihal village with a shared manufacturing capacity of 12,000 km of ACSR production per year, comprising ACSR Rabbit Conductor and ACSR Weasel Conductor.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)	October 31, 2025 (UA)
Total operating income	31.26	43.37	25.49
PBILDT*	1.23	1.80	NA
Profit after tax (PAT)	0.51	0.68	NA
Overall gearing (x)	3.38	2.07	NA
Interest coverage (x)	1.66	2.07	NA

A: Audited UA: Unaudited NA: Not available; 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	Coupon Rate (%)	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	-	10.00	CARE B+; Stable; 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	10.00	CARE B+; Stable; ISSUER NOT COOPERATING*	1)CARE B+; Stable (05-Dec-25)	-	-	-

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

LT: Long 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

**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

<p><b>Media Contact</b></p> <p>Mradul Mishra Director <b>CARE Ratings Limited</b> Phone: +91-22-6754 3596 E-mail: <a href="mailto:mradul.mishra@careedge.in">mradul.mishra@careedge.in</a></p> <p><b>Relationship Contact</b></p> <p>Saikat Roy Senior Director <b>CARE Ratings Limited</b> Phone: 912267543404 E-mail: <a href="mailto:saikat.roy@careedge.in">saikat.roy@careedge.in</a></p>	<p><b>Analytical Contacts</b></p> <p>Ujjwal Manish Patel Director <b>CARE Ratings Limited</b> Phone: 079-40265649 E-mail: <a href="mailto:ujjwal.patel@careedge.in">ujjwal.patel@careedge.in</a></p> <p>Nivedita Anirudh Ghayal Associate Director <b>CARE Ratings Limited</b> Phone: 914040102031 E-mail: <a href="mailto:nivedita.ghayal@careedge.in">nivedita.ghayal@careedge.in</a></p> <p>Sahil Kulkarni Analyst <b>CARE Ratings Limited</b> E-mail: <a href="mailto:Sahil.kulkarni@careedge.in">Sahil.kulkarni@careedge.in</a></p>
--	--

### About us:

Established in 1993, CareEdge Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the Reserve Bank of India. With an equitable position in the Indian capital market, CareEdge Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CareEdge Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CareEdge Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit. For more information: [www.careratings.com](http://www.careratings.com)

### Disclaimer:

This disclaimer pertains to the ratings issued and content published by CARE Ratings Limited ("CareEdge Ratings"). Ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse, or recall the concerned bank facilities or to buy, sell, or hold any security. Any opinions expressed herein are in good faith and are subject to change without notice. The rating reflects the opinions as on the date of the rating. A rating does not convey suitability or price for the investor. The rating agency does not conduct an audit on the rated entity or an independent verification of any information it receives and/or relies on for the rating exercise. CareEdge Ratings has based its ratings/outlook on the information obtained from reliable and credible sources. CareEdge Ratings does not, however, guarantee the accuracy, adequacy, or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. The users of the rating should rely on their own judgment and may take professional advice while using the rating in any way. CareEdge Ratings shall not be liable for any losses that user may incur or any financial liability whatsoever to the user of the rating. The use or access of the rating does not create a client relationship between CareEdge Ratings and the user.

CAREEDGE RATINGS DISCLAIMS WARRANTY OF ANY KIND, EXPRESS, IMPLIED OR OTHER WARRANTIES OR CONDITIONS, TO THE EXTENT PERMITTED BY APPLICABLE LAWS, INCLUDING WARRANTIES OF MERCHANTABILITY, ACCURACY, COMPLETENESS, ERROR-FREE, NON-INFRINGEMENT, NON-INTERRUPTION, SATISFACTORY QUALITY, FITNESS FOR A PARTICULAR PURPOSE OR INTENDED USAGE.

Most entities whose bank facilities/instruments are rated by CareEdge Ratings have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CareEdge Ratings or its subsidiaries/associates may also be involved with other commercial transactions with the entity. CareEdge Ratings does not act as a fiduciary by providing the rating. The ratings are intended for use only within the jurisdiction of India. The ratings of CareEdge Ratings do not factor in any rating-related trigger clauses as per the terms of the facilities/instruments, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and triggered, the ratings may see volatility and sharp downgrades. CareEdge Ratings has established policies and procedures as required under applicable laws and regulations which are available on its website.

Privacy Policy applies. For Privacy Policy please refer to [https://www.careratings.com/privacy\\_policy](https://www.careratings.com/privacy_policy)

© 2026, CARE Ratings Limited. All Rights Reserved.

This content is being published for the purpose of dissemination of information required as per applicable law and regulations and CARE Ratings Limited holds exclusive copyright over the same. Any reproduction, retransmission, modification, derivative works or use or reference to the contents, in whole, in part or in any form, is prohibited except with prior express written consent from CARE Ratings Limited.

**For detailed Rating Report and subscription information,  
please visit [www.careratings.com](http://www.careratings.com)**