

Geecy Engineering Private limited

April 01, 2026

Facilities	Amount (₹ crore)	Rating ¹	Rating Action
Long-term / Short-term bank facilities	9.00	CARE BBB; Stable / CARE A3+	Reaffirmed
Short-term bank facilities	21.00	CARE A3+	Reaffirmed

Details of facilities in Annexure-1.

Rationale and key rating drivers

Reaffirmation of ratings assigned to Geecy Engineering Private Limited (GEPL) is supported by its long operational track record of over three decades supported by experienced management team, and established relationships with reputed customers, though continue to remain concentrated. Ratings also derive strength from its healthy liquidity profile, comfortable capital structure reflected by low gearing in absence of term debt, and adequate debt coverage indicators.

However, ratings are constrained by its working capital intensive operations, with a significantly elongated operating cycle in FY25 due to substantial finished goods inventory pending dispatch. The company also recorded a sharp decline in scale in FY25 (FY refers to April 01 to March 31). However, performance improved in 11MFY26 (unaudited), supported by dispatch of pending FY25 orders and execution of new orders secured in 11MFY26. Profitability continues to remain volatile because of raw material price fluctuations in the absence of escalation clauses. Ratings further consider exposure to foreign exchange risks and operations in a fragmented and competitive industry.

Going forward, GEPL's ability to sustain scale and healthy profitability, while managing working capital intensity and reducing customer concentration, will remain a key monitorable in the near term.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Increase in the scale of operations with total operating income (TOI) exceeding ₹200 crore and improvement in profit before interest, lease rentals, depreciation, and taxation (PBILDT) margins on a sustained basis.
- Improvement in collection period to below 75 days on a sustained basis.

Negative factors

- Deterioration in profit margins with PBILDT margins to reach below 10% and profit after tax (PAT) margin below 5% on a sustained basis.
- Deterioration in capital structure with overall gearing (including customer advances) exceeding 1x on a sustained basis.
- Deterioration in the debt coverage indicators with interest coverage ratio reaching below 3x and total debt to gross cash accruals (TD/GCA) exceeding 2x on a sustained basis.
- Major debt-funded capex leading to depletion in its liquidity position and increase in its fund-based working capital utilisation level exceeding 70% on a sustained basis.

Analytical approach: Standalone

Outlook: Stable

CARE Ratings Limited (CareEdge Ratings) expects the company to continue benefiting from its long operational track record, established relationships with reputed customers and a healthy liquidity profile.

Detailed description of key rating drivers:

Key strengths

Comfortable capital structure with adequate coverage indicators

GEPL's capital structure remains comfortable, supported by a net worth of ~₹95 crore as on March 31, 2025. Overall gearing (including customer advances) stood at 0.33x in FY25 compared to 0.15x in FY24 due to higher customer advances as at the end of . The company has no term debt and negligible utilisation of fund-based working capital limits. Customer advances, which are

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

interest-free and backed by bank guarantees, form a major portion of total debt. Interest coverage, despite remaining comfortable, moderated to 4.67x in FY25 (FY24: 7.99x) due to lower profitability, while TD/GCA rose to 5.20x (FY24: 1.44x). With expected improvement in scale and margins in FY26, coverage indicators are likely to strengthen in the near term.

Long operating track record and experienced management

GEPL has an operational track record of over three decades in the engineering industry. Operations are led by a professional team comprising Sree Kumar G Pillai (Director), Shailesh Thakkar (Head of Design Engineering), and Jignesh Kothari (Vice President), each with over 20 years of experience in production, engineering and finance. Long experience of the management is expected to support execution and business continuity in the medium term.

Reputed clientele although concentrated

GEPL serves reputed customers across industries such as oil and gas, petrochemicals and industrial gases, including Reliance Industries Limited, Linde Engineering India Private Limited and Toyo Engineering Limited. However, customer concentration remains high, with top five customers contributing ~98.29% of sales in FY25. The current order book of ~₹30 crore is also concentrated, with ~93% attributable to a single large customer. High dependence exposes the company to revenue volatility in the near term unless order diversification improves.

Key weaknesses

Working capital intensive operations with elongated cycle

GEPL's operations remain working capital-intensive, with the operating cycle expanding to ~1,116 days in FY25 (FY24: 258 days) due to finished goods inventory of ~₹41.44 crore awaiting dispatch. Collection period remained moderate at ~90 days and there were no receivables above six months. Customer advances increased to ₹31.61 crore but are contract-linked and backed by bank guarantees. With dispatch of inventory of unexecuted inventory of FY25, resulting in reported revenue of over ₹90 crore in FY26 (unaudited), operating cycle is expected to shorten provided additional dispatches continue, as planned.

Decline in scale in FY25 with recovery in FY26, while profitability continues to remain volatile

GEPL's scale declined to ₹17.66 crore in FY25 from ₹48.20 crore in FY24, primarily due to deferment of dispatch of finished goods of ~₹41.44 crore to the subsequent financial year, which led to build-up of inventory and impacted revenue recognition in the year. Consequently, despite decline in scale, PBILDT margin improved to 20.37% in FY25 from 5.37% in FY24, mainly due to procurement of raw materials at favourable price. Profitability at the PAT level also continues to be supported by non-operating income of ₹4.58 crore in FY25 compared to ₹9.02 crore in FY24.

However, in 11MFY26 (unaudited), revenue improved to ~₹90 crore, supported by both execution of regular orders and dispatch of finished goods carried forward from FY25. Going forward, sustainability of scale and profitability will depend on steady order inflows, execution of orders and alignment between production and dispatch.

Presence in a fragmented industry with exposure to input cost and foreign exchange volatility

GEPL operates in a fragmented fabrication and process equipment industry with numerous small and mid-sized players, resulting in competitive intensity and limited pricing flexibility, particularly as most orders are tender-based for established customers. The company's profitability is susceptible to raw material price fluctuations due to the inherent time lag between order booking, procurement and execution in project-based operations, which restricts timely pass-through of cost increases. Although raw material sourcing is largely domestic, GEPL remains exposed to foreign exchange fluctuations considering imports of certain inputs and export-linked revenues, with timing mismatches between inflows and outflows impacting margins. Profitability is expected to remain sensitive to volatility in input prices and currency movements in the near term.

Liquidity: Adequate

GEPL's liquidity remains adequate, supported by cash accruals of ₹6.08 crore in FY25 and absence of term debt obligations. The company had cash and liquid investments of ~₹6.21 crore, equity investments of ₹15.21 crore and mutual funds of ₹1.72 crore as of March 31, 2025. It also maintained lien-marked fixed deposits of ~₹4.82 crore. Total debt rose to ₹31.61 crore due to higher customer advances, while fund-based borrowings remained nil in FY25. Fund-based utilisation averaged ~3.15%, and non-fund-based limits were utilised at ~75%. The current ratio remained comfortable at 2.55x. Liquidity is expected to stay adequate in the near term owing to strong cash balances, minimal debt and low reliance on working capital lines.

Assumptions/Covenants: Not applicable

Environment, social, and governance (ESG) risks: Not applicable

Applicable criteria

[Definition of Default](#)

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

[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

GEPL was incorporated in 1991 by late Manoj Ruparel and is currently managed by a team led by Sreekumar G. Pillai and Darshana Kothari. The company is engaged in manufacturing and fabricating heavy process equipment, including pressure vessels, heat exchangers, columns, reactors and other fabricated equipment, catering to industries such as oil refineries, petrochemicals, fertilisers, food processing and power.

The company has two manufacturing facilities in Navi Mumbai, at Mahape and Khairane, with a total indicative fabrication capacity of ~1,500 MTPA for certain equipment categories such as heat exchangers and pressure vessels. However, overall capacity depends on product mix and project execution.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)	11MFY26 (UA)
Total operating income	48.20	17.66	90.00
PBILDT*	2.59	3.60	NA
Profit after tax (PAT)	8.82	5.03	NA
Overall gearing (x)	0.15	0.33	NA
Interest coverage (x)	7.99	4.67	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 (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT/ ST-Cash Credit		-	-	-	9.00	CARE BBB; Stable / CARE A3+
Non-fund-based - ST-Bank Guarantee		-	-	-	21.00	CARE A3+

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/ST-Cash Credit	LT/ST	9.00	CARE BBB; Stable / CARE A3+	-	1)CARE BBB; Stable / CARE A3+ (03-Mar-25)	1)CARE BBB; Stable / CARE A3+ (04-Jan-24)	1)CARE BBB; Stable / CARE A3+ (03-Jan-23)
2	Non-fund-based - ST-Bank Guarantee	ST	21.00	CARE A3+	-	1)CARE A3+ (03-Mar-25)	1)CARE A3+ (04-Jan-24)	1)CARE A3+ (03-Jan-23)

LT: Long term; LT/ST: Long term/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/ ST-Cash Credit	Simple
2	Non-fund-based - ST-Bank Guarantee	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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