

**Kilburn Engineering Limited**

April 30, 2020

**Ratings**

Facilities*	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long-term Bank Facilities- Term Loan	95.00	<b>CARE D (Single D)</b>	Revised from CARE B; Negative (Single B; Negative)
Long-term Bank Facilities – Cash Credit	25.00	<b>CARE C (Single C)</b>	Revised from CARE B; Negative (Single B; Negative)
Long-term/Short-term Bank Facilities – BG/LC	75.00	<b>CARE C/ CARE A4 (Single C/ Single A Four)</b>	Revised from CARE B; Negative/ CARE A4 (Single B; Negative/Single A Four)
<b>Total facilities</b>	<b>195.00 (Rs. One hundred and ninety five crore only)</b>		

*\*Details of facilities in Annexure-1*
**Detailed Rationale & Key Rating Drivers**
*The revision in rating of bank facilities is on account of delay in servicing of its existing debt obligation.*
**Detailed description of the key rating drivers**
**Key Rating Weaknesses:**
***Delay in servicing of debt obligations***

There have been ongoing delays in servicing of interest payment for the Term loans.

**Analytical approach:** Standalone

**Applicable Criteria**
[CARE's Policy on Default Recognition](#)
[Financial ratios – Non-Financial Sector](#)
**About the Company**

Incorporated on September 7, 1987, Kilburn Engineering Limited (KEL) is a Williamson Magor Group Enterprise listed on Bombay Stock Exchange (BSE) and Calcutta Stock Exchange (CSE). KEL manufactures drying systems, pneumatic handling systems, heat exchangers, etc with specialized expertise in design, engineering, manufacturing and installation of drying systems for solids, liquids and gases. KEL caters to various industries ranging from Chemicals, Petrochemicals to Food, Oil & Gas, Refinery, Power Plants & Steel. KEL also provides services for erecting, commissioning and annual maintenance of the equipment manufactured.

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

**Any other information:** Not Applicable

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

**Annexure-1: Details of Instruments/Facilities**

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	25.00	CARE C
Non-fund-based - LT/ ST-BG/LC	-	-	-	75.00	CARE C / CARE A4
Fund-based - LT-Term Loan	-	-	September 2020	95.00	CARE D

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

## Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	25.00	CARE C	-	1)CARE B; Negative (31-Mar-20) 2)CARE B; Negative (24-Jul-19) 3)CARE BB+; Stable (02-Apr-19)	1)CARE BBB-; Stable (06-Apr-18)	1)CARE BBB-; Stable (13-Apr-17)
2.	Non-fund-based - LT/ST-BG/LC	LT/ST	75.00	CARE C / CARE A4	-	1)CARE B; Negative / CARE A4 (31-Mar-20) 2)CARE B; Negative / CARE A4 (24-Jul-19) 3)CARE BB+; Stable / CARE A4+ (02-Apr-19)	1)CARE BBB-; Stable / CARE A3 (06-Apr-18)	1)CARE BBB-; Stable / CARE A3 (13-Apr-17)
3.	Fund-based - LT-Term Loan	LT	95.00	CARE D	-	1)CARE B; Negative (31-Mar-20) 2)CARE B; Negative (24-Jul-19) 3)CARE BB+; Stable (02-Apr-19)	1)CARE BBB-; Stable (06-Apr-18)	-

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

### Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**