Paras Defence and Space Technologies Limited

July 10, 2019

Ratings

Facilities	Amount (Rs. crore)	Ratings[1]	Rating Action
Long-term / Short-term Bank Facilities	-	-	Withdrawn
Long-term Bank Facilities	-	-	Withdrawn
Total	**-**		

Details of instruments/facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of "CARE BB-; Stable / CARE A4; ISSUER NOT COOPOERATING* [Double B Minus; Outlook: Stable / A Four; ISSUER NOT COOPOERATING*] assigned to the Bank facilities of Paras Defence and Space Technologies Limited (PDSTL) with immediate effect. The above action has been taken at the request of PDSTL and No Objection Certificate received from the banks that have extended the facilities rated by CARE.

Analytical approach: Standalone

Applicable Criteria

[Policy on Withdrawal of ratings]

About the Company

Promoted by Mr. Sharad Shah, Paras Defence and Space Technologies Limited (PDSTL) (Erstwhile Paras Flowform Engineering Limited) was incorporated in June 16, 2009 and was majorly engaged in trading of copper, copper alloys and printed circuit boards (PCB). However, since FY15 the company is purely engaged into manufacturing of components for the domestic defense and aeronautical sectors like precision tubes/chambers, using an engineering process of flow forming. The manufacturing unit of the company is located at Ambernath, Thane.

Further Mechvac India Limited (MIL) {subsidiary company} and Concept Shapers And Electronics Private Limited (CSEPL) {associate company} has amalgamated with Paras Defence and Space Technologies Limited (PDSTL).

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	47.79	146.36
PBILDT	8.61	43.94
PAT	2.03	22.36
Overall gearing (times)	3.81	0.93
Interest coverage (times)	2.31	6.04

A: Audited,

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

[1]*Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications*

**Issuer did not cooperate; Based on best available information*

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Fund-based/Non-fund-based-LT/ST	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Bank Guarantees	-	-	-	0.00	Withdrawn

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 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Term Loan	LT	-	-	-	-	-	1)Withdrawn (13-Apr-16)
2.	Fund-based/Non-fund-based-LT/ST	LT/ST	-	-	1)CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (06-May-19)	1)CARE BB- / CARE A4; ISSUER NOT COOPERATING* (02-Apr-18)	1)CARE BB-; Stable / CARE A4 (02-May-17)	1)CARE BB- / CARE A4 (13-Apr-16)
3.	Non-fund-based - ST-Bank Guarantees	ST	-	-	1)CARE A4; ISSUER NOT COOPERATING* (06-May-19)	1)CARE A4; ISSUER NOT COOPERATING* (02-Apr-18)	1)CARE A4 (02-May-17)	1)CARE A4 (13-Apr-16)

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. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.*

Contact us

Media Contact
Name: Mr. Mradul Mishra
Contact no.: +91-22-6837 4424
Email ID: mradul.mishra@careratings.com

Analyst Contact
Name: Ms. Ruchi Shroff
Tel: 022-67543554
Email: ruchi.shroff@careratings.com

Business Development Contact
Ms. Meenal Sikchi
Cell: + 91 98190 09839
E-mail: meenal.sikchi@careratings.com

Ms. Rashmi Narvankar
Cell: + 91 99675 70636
E-mail: rashmi.narvankar@careratings.com

Mr. Ankur Sachdeva
Cell: + 91 98196 98985
E-mail: ankur.sachdeva@careratings.com

Mr. Saikat Roy
Cell: + 91 98209 98779
E-mail: saikat.roy@careratings.com

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.

****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**