



UCAL LIMITED

(Formerly UCAL FUEL SYSTEMS LIMITED)

16<sup>th</sup> August 2024

National Stock Exchange of India Ltd Exchange Plaza, 5 <sup>th</sup> Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra(E), Mumbai – 400 051 Stock Code : UCAL	BSE Limited Corporate Relationship Department Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Stock Code: 500464
---	---

Dear Sir(s),

**Ref: Intimation for withdrawal of rating assigned to the bank facility**

Pursuant to Regulation 30 of the Listing Regulations, it is hereby informed that CRISIL Ratings Limited at the request of the company has withdrawn the rating assigned to the bank loan facility of the company as the lending financial institution of the company has given "No due certificate" for the withdrawal of Credit rating assigned to their loan facility subsequent to the closure of the rated facility by the Company.

The withdrawal letter issued by the credit rating agency is attached herewith.

Kindly take above intimation on your record.

Thanking you

Yours faithfully  
For UCAL LIMITED

S.Narayan  
Company Secretary



## Rating Rationale

August 16, 2024 | Mumbai

### Ucal Limited

Rating Withdrawn

#### Rating Action

Total Bank Loan Facilities Rated	Rs.35 Crore
Long Term Rating	Withdrawn (CRISIL BBB-/Stable)

Note: None of the Directors on CRISIL Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.

1 crore = 10 million

Refer to Annexure for Details of Instruments & Bank Facilities

#### Detailed Rationale

CRISIL Ratings has **withdrawn** its rating on the long term bank Loan facility of Ucal Limited (Ucal) following a request from the company. There is no outstanding against the rated bank limits which has been confirmed with certificate stating no due from the bankers. The rating action is in line with CRISIL Ratings' policy on withdrawal of bank loan ratings.

#### Analytical Approach

CRISIL Ratings has adopted a consolidated view of two wholly owned subsidiaries Ucal Polymer Industries Ltd (UPIL) and Ucal Holdings Inc. for the purpose of analysing the financial profile of Ucal as they are wholly owned, in the same line of business and there exists complete fungibility of funds between the parent and its subsidiaries. It may be noted that UPIL has a subsidiary UPIL USA Inc and Ucal Holdings Inc has two subsidiaries Ucal Systems Inc and AMTEC Moulded Products Inc, USA, which have already been consolidated at UPIL and Ucal Holdings Inc, respectively. Further bill discounting facility availed by the company(with recourse) through TREDs platform and unsecured loans from promoters has been considered as debt.

Please refer Annexure - List of Entities Consolidated, which captures the list of entities considered and their analytical treatment of consolidation.

#### About the Company

Ucal was incorporated in 1985 by Mr M Muthukrishnan to manufacture carburetors and fuel pumps for Maruti Suzuki. Ucal has since enhanced its product portfolio to include fuel-injection components, air-suction valves, and machined-die castings, among other products. It has facilities in Maraimalainagar (Tamil Nadu), and Gurugram. It has two wholly-owned subsidiaries—the US-based Ucal Holding Inc and UPL, which manufactures specialised rubber and plastics components exclusively for Ucal. The company is currently in the process of developing the fuel injection engines for <125 cc vehicles and has already submitted prototypes to Bajaj Auto; supplies of the same are expected by fourth quarter of fiscal 2025.

#### Key Financial Indicators

As on/for the period ended March 31	Unit	2024	2023
Operating income	Rs.Crore	723	823
Reported profit after tax (PAT)	Rs.Crore	-25	1
PAT margin	%	-3.5	0.1
Adjusted debt/Adjusted networkth	Times	0.58	0.54
Interest coverage	Times	2.00	3.01

Ucal has reported an operating income of Rs.187 crore and PAT of Rs.(2.5) crore during the first 3 months of fiscal 2025 as against operating income of Rs.184 crore and PAT of Rs.(4.8) crore during corresponding period of previous year.

**Any other information:** Not Applicable

#### Note on complexity levels of the rated instrument:

CRISIL Ratings' complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

CRISIL Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.



For more details on the CRISIL Ratings' complexity levels please visit [www.crisilratings.com](http://www.crisilratings.com). Users may also call the Customer Service Helpdesk with queries on specific instruments.

**Annexure - Details of Instrument(s)**

ISIN	Name of Instrument	Date of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs.Cr)	Complexity Levels	Rating Assigned with Outlook
NA	Working Capital Term Loan	NA	NA	NA	5.15	NA	Withdrawn
NA	Proposed Term Loan	NA	NA	NA	29.85	NA	Withdrawn

**Annexure - List of Entities Consolidated**

Names of Entities Consolidated	Extent of Consolidation	Rationale for Consolidation
Ucal Polymer Industries Ltd	Full	Subsidiaries are in same line of business and there exists complete fungibility of funds
UPIL USA Inc	Full	Stepdown subsidiary in same line of business and there exists complete fungibility of funds
Ucal Holdings Inc	Full	Subsidiaries are in same line of business and there exists complete fungibility of funds
Ucal Systems Inc	Full	Stepdown subsidiary in same line of business and there exists complete fungibility of funds
AMTEC Moulded products Inc,USA	Full	Stepdown subsidiary in same line of business and there exists complete fungibility of funds

**Annexure - Rating History for last 3 Years**

Instrument	Type	Current		2024 (History)		2023		2022		2021		Start of 2021
		Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
Fund Based Facilities	LT	35.0	Withdrawn	24-06-24	CRISIL BBB-/Stable	02-08-23	CRISIL BBB/Stable	--	08-11-21	CRISIL BBB+/Stable	--	
					--	--	27-01-23	CRISIL BBB+/Stable	--	--	--	
Commercial Paper	ST	--	--	--	--	--	--	--	--	--	--	Withdrawn

All amounts are in Rs.Cr.

**Annexure - Details of Bank Lenders & Facilities**

Facility	Amount (Rs.Crore)	Name of Lender	Rating
Proposed Term Loan	29.85	Not Applicable	Withdrawn
Working Capital Term Loan	5.15	Bajaj Finance Limited	Withdrawn

**Criteria Details**

<b>Links to related criteria</b>
<a href="#">CRISILs Bank Loan Ratings - process, scale and default recognition</a>
<a href="#">Rating criteria for manufacturing and service sector companies</a>
<a href="#">CRISILs Approach to Financial Ratios</a>
<a href="#">Rating Criteria for Auto Component Suppliers</a>
<a href="#">CRISILs Criteria for Consolidation</a>

Media Relations	Analytical Contacts	Customer Service Helpdesk
<b>Prakruti Jani</b> Media Relations <b>CRISIL Limited</b> M: +91 98678 68976 B: +91 22 3342 3000 <a href="mailto:PRAKRUTI.JANI@crisil.com">PRAKRUTI.JANI@crisil.com</a>	Anuj Sethi Senior Director <b>CRISIL Ratings Limited</b> B:+91 44 6656 3100 <a href="mailto:anuj.sethi@crisil.com">anuj.sethi@crisil.com</a>	Timings: 10.00 am to 7.00 pm Toll free Number:1800 267 1301  For a copy of Rationales / Rating Reports: <a href="mailto:CRISILratingdesk@crisil.com">CRISILratingdesk@crisil.com</a>

8/16/24, 1:21 PM

Rating Rationale

**Rutuja Gaikwad**  
Media Relations  
**CRISIL Limited**  
B: +91 22 3342 3000  
[Rutuja.Gaikwad@ext-crisil.com](mailto:Rutuja.Gaikwad@ext-crisil.com)

Poonam Upadhyay  
Director  
**CRISIL Ratings Limited**  
D:+91 22 6172 3385  
[poonam.upadhyay@crisil.com](mailto:poonam.upadhyay@crisil.com)

For Analytical queries:  
[ratingsinvestordesk@crisil.com](mailto:ratingsinvestordesk@crisil.com)

ARUN KUMAR  
Manager  
**CRISIL Ratings Limited**  
B:+91 44 6656 3100  
[ARUN.KUMAR1@crisil.com](mailto:ARUN.KUMAR1@crisil.com)



**Note for Media:**

This rating rationale is transmitted to you for the sole purpose of dissemination through your newspaper/magazine/agency. The rating rationale may be used by you in full or in part without changing the meaning or context thereof but with due credit to CRISIL Ratings. However, CRISIL Ratings alone has the sole right of distribution (whether directly or indirectly) of its rationales for consideration or otherwise through any media including websites and portals.

**About CRISIL Ratings Limited (A subsidiary of CRISIL Limited, an S&P Global Company)**

CRISIL Ratings pioneered the concept of credit rating in India in 1987. With a tradition of independence, analytical rigour and innovation, we set the standards in the credit rating business. We rate the entire range of debt instruments, such as bank loans, certificates of deposit, commercial paper, non-convertible/convertible/partially convertible bonds and debentures, perpetual bonds, bank hybrid capital instruments, asset-backed and mortgage-backed securities, partial guarantees and other structured debt instruments. We have rated over 33,000 large and mid-scale corporates and financial institutions. We have also instituted several innovations in India in the rating business, including ratings for municipal bonds, partially guaranteed instruments and infrastructure investment trusts (InvITs).

CRISIL Ratings Limited ('CRISIL Ratings') is a wholly-owned subsidiary of CRISIL Limited ('CRISIL'). CRISIL Ratings Limited is registered in India as a credit rating agency with the Securities and Exchange Board of India ("SEBI").

For more information, visit [www.crisilratings.com](http://www.crisilratings.com)

**About CRISIL Limited**

CRISIL is a leading, agile and innovative global analytics company driven by its mission of making markets function better.

It is India's foremost provider of ratings, data, research, analytics and solutions with a strong track record of growth, culture of innovation, and global footprint.

It has delivered independent opinions, actionable insights, and efficient solutions to over 100,000 customers through businesses that operate from India, the US, the UK, Argentina, Poland, China, Hong Kong and Singapore.

It is majority owned by S&P Global Inc, a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide.

For more information, visit [www.crisil.com](http://www.crisil.com)

Connect with us: [TWITTER](#) | [LINKEDIN](#) | [YOUTUBE](#) | [FACEBOOK](#)

---

**CRISIL PRIVACY NOTICE**

CRISIL respects your privacy. We may use your contact information, such as your name, address and email id to fulfil your request and service your account and to provide you with additional information from CRISIL. For further information on CRISIL's privacy policy please visit [www.crisil.com](http://www.crisil.com).

**DISCLAIMER**

This disclaimer is part of and applies to each credit rating report and/or credit rating rationale ('report') provided by CRISIL Ratings Limited ('CRISIL Ratings'). For the avoidance of doubt, the term 'report' includes the information, ratings and other content forming part of the report. The report is intended for use only within the jurisdiction of India. This report does not constitute an offer of services. Without limiting the generality of the foregoing, nothing in the report is to be construed as CRISIL Ratings provision or intention to provide any services in jurisdictions where CRISIL Ratings does not have the necessary licenses and/or registration to carry out its business activities. Access or use of this report does not create a client relationship between CRISIL Ratings and the user.

The report is a statement of opinion as on the date it is expressed, and it is not intended to and does not constitute investment advice within meaning of any laws or regulations (including US laws and regulations). The report is not an offer to sell or an offer to purchase or subscribe to any investment in any securities, instruments, facilities or solicitation of any kind to enter into any deal or transaction with the entity to which the report pertains. The recipients of the report should rely on their own judgment and take their own professional advice before acting on the report in any way.



CRISIL Ratings and its associates do not act as a fiduciary. The report is based on the information believed to be reliable as of the date it is published, CRISIL Ratings does not perform an audit or undertake due diligence or independent verification of any information it receives and/or relies on for preparation of the report. THE REPORT IS PROVIDED ON "AS IS" BASIS. TO THE MAXIMUM EXTENT PERMITTED BY APPLICABLE LAWS, CRISIL RATINGS DISCLAIMS WARRANTY OF ANY KIND, EXPRESS, IMPLIED OR OTHER WARRANTIES OR CONDITIONS, INCLUDING WARRANTIES OF MERCHANTABILITY, ACCURACY, COMPLETENESS, ERROR-FREE, NON-INFRINGEMENT, NON-INTERRUPTION, SATISFACTORY QUALITY, FITNESS FOR A PARTICULAR PURPOSE OR INTENDED USAGE. In no event shall CRISIL Ratings, its associates, third-party providers, as well as their directors, officers, shareholders, employees or agents be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the report even if advised of the possibility of such damages.

The report is confidential information of CRISIL Ratings and CRISIL Ratings reserves all rights, titles and interest in the rating report. The report shall not be altered, disseminated, distributed, redistributed, licensed, sub-licensed, sold, assigned or published any content thereof or offer access to any third party without prior written consent of CRISIL Ratings.

CRISIL Ratings or its associates may have other commercial transactions with the entity to which the report pertains or its associates. Ratings are subject to revision or withdrawal at any time by CRISIL Ratings. CRISIL Ratings may receive compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of the instruments, facilities, securities or from obligors.

CRISIL Ratings has in place a ratings code of conduct and policies for managing conflict of interest. For more detail, please refer to: <https://www.crisil.com/en/home/our-businesses/ratings/regulatory-disclosures/highlighted-policies.html>. Public ratings and analysis by CRISIL Ratings, as are required to be disclosed under the Securities and Exchange Board of India regulations (and other applicable regulations, if any), are made available on its websites, [www.crisilratings.com](http://www.crisilratings.com) and <https://www.ratingsanalytica.com> (free of charge). CRISIL Ratings shall not have the obligation to update the information in the CRISIL Ratings report following its publication although CRISIL Ratings may disseminate its opinion and/or analysis. Reports with more detail and additional information may be available for subscription at a fee. Rating criteria by CRISIL Ratings are available on the CRISIL Ratings website, [www.crisilratings.com](http://www.crisilratings.com). For the latest rating information on any company rated by CRISIL Ratings, you may contact the CRISIL Ratings desk at [crisilratingdesk@crisil.com](mailto:crisilratingdesk@crisil.com), or at (0091) 1800 267 1301.

CRISIL Ratings uses the prefix 'PP-MLD' for the ratings of principal-protected market-linked debentures (PPMLD) with effect from November 1, 2011, to comply with the SEBI circular, "Guidelines for Issue and Listing of Structured Products/Market Linked Debentures". The revision in rating symbols for PPMLDs should not be construed as a change in the rating of the subject instrument. For details on CRISIL Ratings' use of 'PP-MLD' please refer to the notes to Rating scale for Debt Instruments and Structured Finance Instruments at the following link: <https://www.crisilratings.com/en/home/our-business/ratings/credit-ratings-scale.html>