

Press Release

Nirmal Fibres Private Limited

December 18, 2019

Rating Update



Total Bank Facilities Rated*	Rs.28.00 Cr.#
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuité has downgraded its long-term rating of Nirmal Fibres Private Limited to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) and short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3+**' (read as **ACUITE A three plus**). This rating is now an indicative rating and is downgraded on account of information risk.

Nirmal Fibres Private Limited (NFPL), incorporated in 1995, is a Delhi-based company engaged in manufacturing of RPSF and PPNF (Polypropylene Non-Woven Fabric). The company has a manufacturing facility in Gajraula, Uttar Pradesh. The overall operations of the company are jointly managed by Mr. Ajit Prasad Jain, Mr. Raj Kumar Jain and Mr. Sanjiv Kumar Jain.

Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity- Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
19-Nov-2018	Cash Credit	Long term	14.00	ACUITE BBB Issuer not co-operating*
	Term Loans	Long term	4.00	ACUITE BBB Issuer not co-operating*
	PC/PCFC	Short Term	1.00	ACUITE A3+ Issuer not co-operating*
	Letter of Credit	Short Term	5.00	ACUITE A3+ Issuer not co-operating*
	Letter of Credit	Short Term	2.00	ACUITE A3+ Issuer not co-operating*
	Proposed Letter of Credit	Short term	8.00	ACUITE A3+ Issuer not co-operating*
26-Sep-2017	Cash Credit	Long Term	14.00	ACUITE BBB Issuer not co-operating*
	Term Loans	Long Term	4.00	ACUITE BBB Issuer not co-operating*
	PC/PCFC	Short Term	1.00	ACUITE A3+ Issuer not co-operating*
	Letter of Credit	Short Term	5.00	ACUITE A3+ Issuer not co-operating*
	Letter of Credit	Short Term	2.00	ACUITE A3+ Issuer not co-operating*
	Proposed Letter of Credit	Long Term	8.00	ACUITE BBB Issuer not co-operating*
20-May-2016	Cash Credit	Long Term	14.00	ACUITE BBB/Stable (Reaffirmed)
	Term Loans	Long Term	4.00	ACUITE BBB (Withdrawn)
	Letter of Credit	Short Term	5.00	ACUITE A3+ (Reaffirmed)
	Proposed Letter of Credit	Short Term	8.00	ACUITE BBB/Stable (Assigned)
	Packaging Credit	Short Term	1.00	ACUITE A3+ (Assigned)
	Letter of Credit	Long Term	2.00	ACUITE A3+ (Withdrawn)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

*The issuer did not co-operate; based on best available information.

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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