

Press Release

R. K. Metal & Plastic Private Limited

July 09, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 21.00 Cr.
Long Term Rating	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Short Term Rating	ACUITE A4+ (Withdrawn; Issuer not co-operating*)

* Refer Annexure for details

Rating Rationale

Acuité has reviewed and withdrawn the **long-term rating of 'ACUITE BB-' (read as ACUITE double B minus)** and the short-term rating of **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs. 21.00 crore bank facilities of R K Metal and Plastic Private Limited. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. This rating continues to be flagged as "Issuer Not-Cooperating".

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

R K Metal and Plastic Private Limited (RKMP), incorporated in 1998 is a Mumbai-based company engaged in the manufacturing of injection moulded plastic containers primarily used in paints, lubricants and oil industries. The installed capacity stands at 2500 mtpa with current utilisation being around 90 percent. The company is ISO 9001:2000 certified. Its directors are Urmula Kanubhai Sheth, Yash Pankaj Sheth and Kanubhai Narenlal Sheth.

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.

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.

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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 endeavoured 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.

Liquidity Position

No information provided by the issuer/ available for Acuité to comment upon.

Rating Sensitivities

No information provided by the issuer/ available for Acuité to comment upon.

About the Rated Entity - Key Financials

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

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19-Aug-2020	Term Loan	Long Term	0.50	ACUITE BB- (Downgraded & Indicative)
	Cash Credit	Long Term	16.00	ACUITE BB- (Downgraded & Indicative)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Indicative)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Indicative)
24-May-2019	Term Loan	Long Term	0.50	ACUITE BB (Indicative)
	Cash Credit	Long Term	16.00	ACUITE BB (Indicative)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Indicative)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Indicative)
16-Mar-2018	Term Loan	Long Term	0.50	ACUITE BB (Reaffirmed)
	Cash Credit	Long Term	16.00	ACUITE BB (Reaffirmed)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Reaffirmed)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Available	Not Available	Not Available	0.50	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ (Withdrawn; Issuer not co-operating*)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ (Withdrawn; Issuer not co-operating*)

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in
Dipti Ahire Analyst - Rating Operations Tel: 022-49294000 dipti.ahire@acuite.in	

About Acuité Ratings & Research:

Acuité Ratings & Research 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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.