

Press Release

Rolex Reclaim Private Limited

September 28, 2018



Rating Update

Total Bank Facilities Rated	Rs. 5.95 Cr. #
Long Term Rating	ACUITE D (Downgraded from ACUITE B-) Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has reviewed long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and downgraded the same to '**ACUITE D**' (**read as ACUITE D**) on the Rs. 5.95 crore bank facilities of Rolex Reclaim Private Limited (RRPL). This rating is now an indicative rating and is based on best available information.

The downgrade in RRPL rating is due to the delays in servicing of existing debt obligations by the company based on interaction had with existing banker.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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.

About the Rated Entity

RRPL, incorporated in 2011, is a Rajkot-based company engaged in the manufacture of reclaimed rubber at Pipalaya (Gujarat). The installed production capacity is 7,200 metric tonnes per annum.

For FY2016-17 (Provisional), the company reported net loss of Rs.0.12 crore on operating income of Rs.12.91 crore compared with net loss of Rs.0.28 crore on operating income of Rs.16.19 crore for FY2015-16. The net worth stood at Rs.3.44 crore as on 31 March, 2017 (Provisional) compared to Rs.3.53 crore as on 31 March, 2016.

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

Not applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Sep-2017	Term Loan-I	Long Term	1.20	ACUITE B- / Stable (Downgraded)
	Term Loan-II	Long Term	1.00	ACUITE B- / Stable (Downgraded)
	Cash Credit	Long Term	3.75*	ACUITE B- / Stable (Downgraded)
19-Apr-2016	Cash Credit	Long Term	3.75*	ACUITE B / Stable (Reaffirmed)
	Term Loan-I	Long Term	1.20	ACUITE B / Stable (Reaffirmed)
	Term Loan-II	Long Term	1.00	ACUITE B / Stable (Reaffirmed)
11-Feb-2015	Cash Credit	Long Term	3.75*	ACUITE B / Stable (Assigned)
	Term Loan-I	Long Term	1.20	ACUITE B / Stable (Assigned)
	Term Loan-II	Long Term	1.00	ACUITE B / Stable (Assigned)

*Includes sublimit of FBP/FBD upto Rs. 0.75 Crore.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.75 ^A	ACUITE D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.20	ACUITE D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE D Issuer not co-operating*

^AIncludes sublimit of FBP/FBD upto Rs. 0.75 Crore.

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

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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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