

## Press Release

### Chemcon Speciality Chemicals Private Limited

January 02, 2020



#### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 22.00 Cr.#
<b>Long Term Rating</b>	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
<b>Short Term rating</b>	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

Acuite has downgraded the long term rating of Chemcon Speciality Chemicals Private Limited to **'ACUITE BB+' (read as ACUITE double B plus)** from **'ACUITE BBB-' (read as ACUITE triple B minus)** and the short term rating to **'ACUITE A4+' (read as ACUITE A four plus)** from **'ACUITE A3' (read as ACUITE A three)**. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

CSCPL, incorporated in 1988, is a Vadodara-based company engaged in the manufacturing of pharmaceutical intermediates, silicones and oilfield chemicals (completion fluids).

#### Non-cooperation by the issuer/borrower

Acuite 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.

Acuite 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). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite 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 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
08 February, 2019	Cash Credit	Long Term	15.00	ACUITE BBB-Issuer not co-operating*
	Letter of Credit	Short Term	7.00	ACUITE A3 Issuer not co-operating*
15 December , 2017	Cash Credit	Long Term	15.00	ACUITE BBB-/Stable (Reaffirmed)
	Letter of Credit	Short Term	7.00	ACUITE A3 (Reaffirmed)
20 August, 2016	Cash Credit	Long Term	15.00	ACUITE BBB-/Stable (Reaffirmed)
	Letter of Credit	Short Term	7.00	ACUITE A3 (Reaffirmed)

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

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*

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

### Contacts

Analytical	Rating Desk
Vinayak Nayak Vice President – Rating Operations Ratings Tel: 022-49294071 <a href="mailto:vinayak.nayak@acuite.in">vinayak.nayak@acuite.in</a>  Leena Gupta Senior Rating Analyst - Rating Operations Tel: 022-49294061 <a href="mailto:leena.gupta@acuite.in">leena.gupta@acuite.in</a>	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294021 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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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