

## Press Release

**Huldibari Industries & Plantation Company Limited (HIPCL)**

January 17, 2019



### Rating Update

|                                     |                                      |
|-------------------------------------|--------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 9.69 Cr.                         |
| <b>Long Term Rating</b>             | ACUITE B<br>Issuer non-cooperating*  |
| <b>Short Term Rating</b>            | ACUITE A4<br>Issuer non-cooperating* |

\* Refer Annexure for details

### Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE B' (read as ACUITE B)** and short term rating of '**ACUITE A4' (read as ACUITE A four)** on the Rs. 9.69 crore bank facilities of Huldibari Industries & Plantation Company Limited (HIPCL). This rating is now an indicative rating and is based on best available information.

Huldibari Industries and Plantation Company Limited (HIPCL) was incorporated by Mr. C L Bajoria and family in 1889. The company, led by Mr. Anand Bajoria, Mr. Shridhar Issar, Mr. Rajendra Bijoria and others is engaged in the processing of tea (black crush, curl tea etc) at Kolkata.

#### 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/view-rating-criteria-17.htm>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 - Key Financials

|                               | Unit    | FY17(Actual) | FY16 (Actual) | FY15 (Actual) |
|-------------------------------|---------|--------------|---------------|---------------|
| Operating Income              | Rs. Cr. | 29.81        | 23.61         | 22.87         |
| EBITDA                        | Rs. Cr. | 0.54         | (0.13)        | 1.50          |
| PAT                           | Rs. Cr. | (0.94)       | (1.12)        | 0.38          |
| EBITDA Margin                 | (%)     | 1.81         | (0.56)        | 6.56          |
| PAT Margin                    | (%)     | (3.17)       | (4.73)        | 1.67          |
| ROCE                          | (%)     | 6.04         | 2.52          | 12.55         |
| Total Debt/Tangible Net Worth | Times   | 10.01        | 5.67          | 3.20          |
| PBDIT/Interest                | Times   | 0.67         | 0.46          | 1.76          |
| Total Debt/PBDIT              | Times   | 30.73        | (111.76)      | 7.94          |
| Gross Current Assets (Days)   | Days    | 178          | 289           | 279           |

### 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 (Upto last three years)

| Date        | Name of Instrument / Facilities | Term       | Amount (Rs. Cr) | Ratings/Outlook               |
|-------------|---------------------------------|------------|-----------------|-------------------------------|
| 13-Dec-2017 | Proposed Long Term Loan         | Long term  | 0.49            | ACUITE B/Stable (Downgrade)   |
|             | Cash Credit                     | Long term  | 6.95            | ACUITE B/Stable (Downgrade)   |
|             | Bank Guarantee                  | Short term | 0.75            | ACUITE A4 (Reaffirmed)        |
|             | Proposed Term Loan              | Long Term  | 1.50            | ACUITE B/Stable (Downgrade)   |
| 15-Jul-2016 | Cash Credit                     | Long term  | 6.50            | ACUITE B+/Stable (Reaffirmed) |
|             | Term Loan                       | Long term  | 0.49            | ACUITE B+/Stable (Reaffirmed) |
|             | Packing Credit                  | Short Term | 0.75            | ACUITE A4 (Reaffirmed)        |
|             | Bank Guarantee                  | Short Term | 0.75            | ACUITE A4 (Reaffirmed)        |
|             | Proposed Cash Credit            | Long term  | 1.20            | ACUITE B+/Stable (Reaffirmed) |

|             |                         |            |      |                             |
|-------------|-------------------------|------------|------|-----------------------------|
| 25-Jun-2015 | Term Loan               | Long term  | 0.34 | ACUITE B+/Stable (Assigned) |
|             | Cash Credit             | Long term  | 6.50 | ACUITE B+/Stable (Assigned) |
|             | Packing Credit          | Short Term | 0.75 | ACUITE A4 (Assigned)        |
|             | Bank Guarantee          | Short Term | 0.75 | ACUITE A4 (Assigned)        |
|             | Proposed Long Term Loan | Long term  | 0.35 | ACUITE B+/Stable (Assigned) |
|             | Proposed Cash Credit    | Long term  | 1.00 | ACUITE B+/Stable (Assigned) |

**\*Annexure – Details of instruments rated**

| Name of the Facilities  | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Cr.) | Ratings/Outlook                    |
|-------------------------|------------------|----------------|----------------|-----------------------------|------------------------------------|
| Proposed Long Term Loan | Not Applicable   | Not Applicable | Not Applicable | 0.49                        | ACUITE B Issuer not co-operating*  |
| Cash Credit             | Not Applicable   | Not Applicable | Not Applicable | 6.95                        | ACUITE B Issuer not co-operating*  |
| Bank Guarantee          | Not Applicable   | Not Applicable | Not Applicable | 0.75                        | ACUITE A4 Issuer not co-operating* |
| Proposed Term Loan      | Not Applicable   | Not Applicable | Not Applicable | 1.50                        | ACUITE B Issuer not co-operating*  |

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|--|---|
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**About Acuité Ratings & Research:**

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