

Press Release

Packaging Solutions

September 03, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs.8.59 Cr.#
Long Term Rating	ACUITE B+ (Withdrawn) Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.8.59 crore bank facilities of Packaging Solutions (PS). The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating is now an indicative rating and is based on the best available information. The rating is being withdrawn on account of request received from the firm and NOC received from the banker.

About the rated entity

Gujarat-based PS was established in 2012 by Mr. Dr. Purvish Patel, Dr. Kanubhai Patel, Mr. Hiteshkumar Patel and others. The firm is engaged in the manufacturing of flexible packaging films and laminates i.e. plastic, blow films for food, pharma and agri industry. It has manufacturing facility located at Kathal Road, Ahmedabad.

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 the 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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-53.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). 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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite 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)

None

Any other information

None.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
21-Aug-2020	Cash Credit	Long Term	5.50	ACUITE B+/Stable (Reaffirmed)
	Term Loan I	Long Term	1.41	ACUITE B+/Stable (Reaffirmed)
	Term Loan II	Long Term	1.14	ACUITE B+/Stable (Reaffirmed)
	Term Loan III	Long Term	0.03	ACUITE B+ (Withdrawn)
	Proposed Bank Facility	Long Term	0.54	ACUITE B+/Stable (Reaffirmed)
28-May-2019	Cash Credit	Long Term	5.50	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Term Loan I	Long Term	1.56	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Term Loan II	Long Term	1.34	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Term Loan III	Long Term	0.03	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Proposed Bank Facility	Long Term	0.16	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
06-May-2019	Cash Credit	Long Term	4.00	ACUITE BB- (Issuer not co-operating)
	Term Loan I	Long Term	2.23	ACUITE BB- (Issuer not co-operating)
	Term Loan II	Long Term	2.16	ACUITE BB- (Issuer not co-operating)
	Term Loan III	Long Term	0.12	ACUITE BB- (Issuer not co-operating)
	Proposed Bank Facility	Long Term	0.08	ACUITE BB- (Issuer not co-operating)

***Annexure – Details of instruments rated**

Lenders Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Bank of Baroda	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE B+ Withdrawn Issuer not co-operating*
Bank of Baroda	Term Loan I	Not Available	Not Available	Not Available	1.41	ACUITE B+ Withdrawn Issuer not co-operating*
Bank of Baroda	Term Loan II	Not Available	Not Available	Not Available	1.14	ACUITE B+ Withdrawn Issuer not co-operating*

Bank of Baroda	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.54	ACUITE B+ Withdrawn Issuer not co-operating*
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Contacts

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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.*