

Press Release

Petro Plast Industries Limited

April 08, 2020

Rating Review



Total Bank Facilities Rated#	Rs.65.00 Cr.#
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed is long term rating of '**ACUITE D**' (read as **ACUITE D**) and short term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.65.00 crore bank facilities of Petro Plast Industries Limited. This rating is now an indicative rating and is based on best available information.

Petro Plast Industries Limited, incorporated in 1995, is a Chennai-based company promoted by Mr. Om Prakash Agarwal and family members. The company is engaged in the trading of polymers and chemicals. The company supplies its products to more than 200 customers across South India. It is a part of Petro group, which is into real estate, polymers and chemical trading business.

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.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation of Companies - <https://www.acuite.in/view-rating-criteria-22.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 endeavored 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

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

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
25-Jan-2019	Cash Credit	Long Term	15.00	ACUITE D (Downgraded)
	Letter of Credit	Short Term	50.00	ACUITE D (Downgraded)
27-Nov-2017	Cash Credit	Long Term	15.00	ACUITE BB / Stable (Reaffirmed)
	Letter of Credit	Short Term	50.00	ACUITE A4+ (Reaffirmed)
19-Sep-2016	Cash Credit	Long Term	15.00	ACUITE BB / Stable (Reaffirmed)
	Letter of Credit	Short Term	50.00	ACUITE A4+ (Reaffirmed)
16-Jul-2015	Cash Credit	Long Term	15.00	ACUITE BB / Stable (Assigned)
	Letter of Credit	Short Term	50.00	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Available	Not Applicable	Not Available	15.00	ACUITE D Issuer not co-operating
Letter of Credit	Not Available	Not Applicable	Not Available	50.00	ACUITE D Issuer not co-operating

Contacts

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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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