

Press Release

Kalyaneswari Udyog Private Limited

April 30, 2019

Rating Update



Total Bank Facilities Rated*	Rs.5.40Cr.#
Long Term Rating	ACUITE B+ Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Acuite has reviewed the long term rating of '**ACUITE B+** (read as **ACUITE B plus**)' and short term rating of '**ACUITE A4** (read as **ACUITE A four**)' to the Rs.5.40 crore bank facilities of Kalyaneswari Udyog Private Limited is rating is now an indicative rating and is based on best available information.

KUPL, incorporated in 2010. The West Bengal based company is engaged in the manufacture of Polypropylene (PP) and High Density Polyethylene (HDPE) woven sacks. Mr. Vijay Agarwal (husband of Mrs. Anita Agarwal) and Mr. Rakesh Agarwal (husband of Mrs. Puja Agarwal) oversee the routine operations of the company. KUPL has its manufacturing facility at Kulti (west Bengal) with an installed capacity of 3, 600 tons per annum, with utilization of around 90 per cent.

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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacture Recognition - <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). 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

	Unit	FY16 (Actual)	FY15 (Actual)	FY14 (Actual)
Operating Income	Rs. Cr.	24.27	23.48	22.47
EBITDA	Rs. Cr.	2.34	2.43	3.27
PAT	Rs. Cr.	0.32	0.21	0.80
EBITDA Margin	(%)	9.62	10.35	14.56
PAT Margin	(%)	1.31	0.88	3.55
ROCE (%)	(%)	12.73	11.02	18.95
Total Debt/Tangible Net Worth	Times	1.64	1.66	2.21
PBDIT/Interest	Times	2.88	2.34	2.43
Total Debt/PBDIT	Times	2.99	2.68	2.52

Gross Current Assets (Days)	Days	155	110	106
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Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25-Jan-2018	Term Loan	Long Term	1.47	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long Term	3.40	ACUITE B+ Issuer not co-operating*
	Cash Credit (Proposed)	Long Term	0.23	ACUITE B+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.30	ACUITE A4 Issuer not co-operating*
13-Dec-2016	Term Loan	Long Term	1.47	ACUITE B+/Stable (Suspension Revoked, Assigned)
	Cash Credit	Long Term	3.40	ACUITE B+/Stable (Suspension Revoked, Assigned)
	Cash Credit (Proposed)	Long Term	0.23	ACUITE B+/Stable (Suspension Revoked, Assigned)
	Bank Guarantee	Short Term	0.30	ACUITE A4 (Suspension Revoked, Assigned)
28-Jul-2016	Term Loan	Long Term	2.85	ACUITE BB-/Stable (Suspended)
	Cash Credit	Long Term	3.40	ACUITE BB-/Stable (Suspended)
	Cash Credit (Proposed)	Long Term	0.45	ACUITE BB-/Stable (Suspended)
	Bank Guarantee	Short Term	0.30	ACUITE A4 (Suspended)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	1.47	ACUITE B+ Issuer not co-operating*
Cash Credit	NA	NA	NA	3.40	ACUITE B+ Issuer not co-operating*
Cash Credit (Proposed)	NA	NA	NA	0.23	ACUITE B+ Issuer not co-operating*

Bank Guarantee	NA	NA	NA	0.30	ACUITE A4 Issuer not co-operating*
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*The issuer did not co-operate; based on best available information.

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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