

Press Release

Blue Phosphate Limited

October 15, 2019



Rating Update

Total Bank Facilities Rated*	Rs.42.00 Cr. #
Long Term Rating	ACUITE BB- 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.

Acuité has reviewed long-term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) and short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 42.00 crore bank facilities of BLUE PHOSPHATE LIMITED. This rating is now an indicative rating and is based on best available information.

Blue Phosphate Limited (BPL) is an Udaipur-based company incorporated in 2009 and promoted by Mr. Kayum R. Dhanani, Mr. Anil Sethia and Mr. Zafar Ullah Khan. The company is engaged in the manufacturing of powdered Single Super Phosphate (SSP) and Granular Single Super Phosphate (GSSP) at Udaipur (Rajasthan). The company commenced production in March, 2015. The company derives around 17 per cent of the revenue from exports to Dubai, while remaining 83 per cent is derived from domestic market wherein it has a network of around 100-200 dealers spread across the country. The company imports around 42 per cent of the purchases from middle-eastern countries and remaining 58 per cent from domestic supplier.

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>

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 attempts.

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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
27-Jul-2018	Cash Credit	Long Term	8.00^	ACUITE BB- / Stable (Upgraded from ACUITE B+/Stable)
	Term Loans	Long Term	7.00 (Reduced from Rs.10.50 crore)	ACUITE BB- / Stable (Upgraded from ACUITE B+/Stable)
	Letter of Credit	Short Term	10.00#	ACUITE A4 (Reaffirmed)
	Proposed Cash Credit	Long Term	17.00	ACUITE BB- / Stable (Upgraded from ACUITE B+/Stable)
28-Apr-2017	Cash Credit	Long Term	8.00^	ACUITE B+ / Stable (Downgraded from ACUITE BB-/Stable)
	Term Loans	Long Term	10.50 (reduced from Rs.12.00 crore)	ACUITE B+ / Stable (Downgraded from ACUITE BB-/Stable)
	Letter of Credit	Short Term	15.00# (reduced from Rs.20.00 crore)	ACUITE A4 (Reaffirmed)
	Proposed Cash Credit	Short Term	8.50	ACUITE A4 (Reaffirmed)

[^] Cash credit Limit includes sub limit of export packing credit (EPC) to the extent of Rs. 5.50 crore and foreign bill discounting (FBD) to the extent of Rs. 5.50 crore.

[#] Letter of credit includes sublimit of bank guarantee of Rs. 2.00 crore.

#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	8.00^	ACUITE BB- Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	7.00 (reduced from Rs.10.50 crore)	ACUITE BB- Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00#	ACUITE A4 Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE BB- Issuer not co-operating*

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

[^] Cash credit Limit includes sub limit of export packing credit (EPC) to the extent of Rs. 5.50 crore and foreign bill discounting (FBD) to the extent of Rs. 5.50 crore.

[#] Letter of credit includes sublimit of bank guarantee of Rs. 2.00 crore.

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in
Deepesh Pamnani Analyst - Rating Operations Tel: 011-49731302 deepesh.pamnani@acuite.in	

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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