

Press Release

Blue Phosphate Limited

September 08, 2021

Rating Withdrawn



Total Bank Facilities Rated#	Rs.42.00 Cr.
Long Term Rating	ACUITE B+ Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A4 Withdrawn; Issuer not co-operating*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Acuite has withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.42.00 Cr. bank facilities of Blue Phosphate Limited. The rating continuous to be flagged as an 'Issuer Not-Cooperating' based on best available information.

The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuite's policy on withdrawal of ratings.

About the Entity

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.

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 an 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>
- Manufacturing Entities – <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments – <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 has endeavoured 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 Position

No information provided by the issuer / available for Acuite to comment upon.

Rating Sensitivities

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)

Not Applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Jan-2021	Cash Credit	Long Term	8.00	ACUITE B+ (Downgraded & Indicative)
	Term Loan	Long Term	7.00	ACUITE B+ (Downgraded & Indicative)
	Letter of Credit	Short Term	10.00	ACUITE A4 (Downgraded & Indicative)
	Proposed Cash Credit	Long Term	17.00	ACUITE B+ (Downgraded & Indicative)
15-Oct-2019	Cash Credit	Long Term	8.00	ACUITE BB- (Indicative)
	Term Loan	Long Term	7.00	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	10.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long Term	17.00	ACUITE BB- (Indicative)
06-Jul-2018	Cash Credit	Long Term	8.00	ACUITE BB- / Stable (Upgraded)
	Term Loan	Long Term	7.00	ACUITE BB- / Stable (Upgraded)
	Letter of Credit	Short Term	10.00	ACUITE A4 (Reaffirmed)
	Proposed Cash Credit	Long Term	17.00	ACUITE BB- / Stable (Upgraded)

#Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
State Bank of India	Cash Credit	Not Applicable	Not Available	Not Applicable	8.00^	ACUITE B+ Withdrawn; Issuer not co-operating*
State Bank of India	Term Loan	Not Available	Not Available	Not Available	7.00	ACUITE B+ Withdrawn; Issuer not co-operating*
State Bank of India	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00^^	ACUITE A4 Withdrawn; Issuer not co-operating*
Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE B+ Withdrawn; 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 cr. and foreign bill discounting (FBD) to the extent of Rs.5.50 cr.

^^Letter of credit includes sublimit of bank guarantee of Rs.2.00 cr.

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 8,900 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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