

Press Release

Farah Polysack Private Limited

March 02, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	30.00	ACUITE D Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	30.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE D**' (**read as ACUITE D**) on the Rs.30.00 crore bank facilities of Farah Polysack Private Limited (FPPL). This rating continues to be an indicative rating and is based on the best available information.

About the Company

Karnataka based Farah Polysack Private Limited was incorporated in the year 1985. Presently the company is engaged in providing construction services in the field of commercial buildings and complex. The company has completed the construction of a college building for Shree Bhagwan Mahaveer Education and Cultural Trust (SBMT). The trust is under a lease contract with FPPL for a period of 27 years with a lock in period of 15 years. FPPL receives monthly rent of Rs. 38.18 lacs for the college building given to SBMT as a part of Lease Rental Discounting. The promoters of the company, Mr Liaqat Ali Khan and Mr. Sadat Ali Khan have been into the construction business since more than two decades

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 the due date.

Acuité 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.

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

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.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
11 Dec 2020	Proposed Bank Facility	Long Term	3.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	27.00	ACUITE D (Issuer not co-operating*)
30 Sep 2019	Dropline Overdraft	Long Term	26.00	ACUITE D (Withdrawn)
	Proposed Bank Facility	Long Term	3.00	ACUITE D (Downgraded from ACUITE B+)
	Term Loan	Long Term	27.00	ACUITE D (Downgraded from ACUITE B+)
18 Jul 2019	Dropline Overdraft	Long Term	26.00	ACUITE B+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.41	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	3.59	ACUITE B+ (Issuer not co-operating*)
08 May 2018	Term Loan	Long Term	3.59	ACUITE B+ Stable (Reaffirmed)
	Dropline Overdraft	Long Term	26.00	ACUITE B+ Stable (Assigned)
	Proposed Bank Facility	Long Term	0.41	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE D Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	27.00	ACUITE D Reaffirmed Issuer not co-operating*

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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 8,850 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 Kanjurmarg, Mumbai.

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