

Press Release

MPR Refractories Limited

April 06, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.40	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	7.15	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	8.55	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE B Plus**) from '**ACUITE BB-**' (read as **ACUITE double B Minus**) and the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**)' from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 8.55 crore bank facilities of MPR Refractories Limited (MPRRL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

MPR Refractories Limited (MPRRL) is a Hyderabad-based company, incorporated in the year 1987 by Mr. MP Rao. It is engaged in the manufacturing of refractory bricks, monolithic and continuous casting refractory products. The manufacturing facility is located at Bollaram Village, Telangana. The company supplies its products mainly to steel, glass and cement industries. It sells products under the brand name 'MPR'. Its customers are Vizag Steel Plant, Hindalco Industries Limited (Hindalco) and Mishra Dhatu Nigam Limited (MIDHANI, a miniratna-I) among others

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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). 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

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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
05 Jan 2021	Proposed Bank Facility	Long Term	2.65	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bills Discounting	Long Term	0.40	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Long Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
14 Oct 2019	Proposed Bank Facility	Long Term	2.65	ACUITE BB (Issuer not co-operating*)
	Bills Discounting	Short Term	0.40	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE BB (Issuer not co-operating*)

	Letter of Credit	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
03 Aug 2018	Cash Credit	Long Term	4.50	ACUITE BB Stable (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Reaffirmed)
	Bills Discounting	Short Term	0.40	ACUITE A4+ (Reaffirmed)
	Proposed Bank Facility	Long Term	2.65	ACUITE BB Stable (Reaffirmed)
26 May 2017	Cash Credit	Long Term	5.00	ACUITE BB Stable (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	0.26	ACUITE BB Stable (Reaffirmed)
	Bills Discounting	Short Term	0.40	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Loan	Long Term	0.89	ACUITE BB Stable (Assigned)
22 Jan 2016	Cash Credit	Long Term	5.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	1.15	ACUITE BB Stable (Assigned)
	Bills Discounting	Short Term	0.40	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
IDBI Bank Ltd.	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE A4 Downgraded Issuer not co-operating*
IDBI Bank Ltd.	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE B+ Downgraded Issuer not co-operating*
IDBI Bank Ltd.	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.65	ACUITE B+ Downgraded 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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