

Press Release

Blow Packaging India Private Limited

January 09, 2020



Rating Update

Total Bank Facilities Rated	Rs. 19.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A2) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long-term rating of Blow Packaging India Private Limited (BPIPL) to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE BBB**' (**read as ACUITE triple B**) and short-term rating to '**ACUITE A4+**' (**read as ACUITE A four plus**) from '**ACUITE A2**' (**read as ACUITE A two**) on the Rs. 19.00 crore bank facilities. This rating is now an indicative rating and is downgraded on account of information risk.

BPIPL was established in 1992 by Mr. C M Baid having over five decades of experience in the plastic industry. The company is engaged in manufacturing of High Molecular High Density Polyethylene (HMHDPE) containers/plastic containers at its manufacturing units at Ambattur (Tamil Nadu), Sriperumbudur (Tamil Nadu) and Rohtak (Haryana). The registered office is located at Chennai.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: <https://www.acuite.in/criteria-default.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 endeavoured 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 requests.

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

India ratings vide its press release dated 27th September, 2018 had denoted the rating of Blow Packaging India Private Limited as Ind BBB/Stable/A2; ISSUER NOT CO-OPERATING on account of lack of adequate information required for monitoring of ratings.

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
29 October, 2019	Cash Credit	Long Term	9.00	ACUITE BBB Issuer Not Co-operative*
	Letter of Credit	Short Term	9.00	ACUITE A2 Issuer Not Co-operative*
	Bank Guarantee	Short Term	1.00	ACUITE A2 Issuer Not Co-operative*
03 August, 2018	Cash Credit	Long Term	9.00	ACUITE BBB Issuer Not Co-operative*
	Letter of Credit	Short Term	9.00	ACUITE A2 Issuer Not Co-operative*
	Bank Guarantee	Short Term	1.00	ACUITE A2 Issuer Not Co-operative*
27-May-2017	Cash Credit	Long Term	9.00	ACUITE BBB/ Stable (Reaffirmed)
	Letter of Credit	Short Term	9.00	ACUITE A2 (Reaffirmed)
	Bank Guarantee	Short Term	1.00	ACUITE A2 (Reaffirmed)
03-Feb-2016	Cash Credit	Long Term	9.00	ACUITE BBB/ Stable (Assigned)
	Letter of Credit	Short Term	9.00	ACUITE A2 (Assigned)
	Term Loan	Long Term	1.00	ACUITE BBB/ Stable (Assigned)

#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	9.00	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE A4+ (Downgraded from ACUITE A2) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Downgraded from ACUITE A2) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Vinayak Nayak Vice President – Ratings Operations Tel: 022-49294071 vinayak.nayak@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294021 rating.desk@acuite.in
Salome Farren Analyst - Rating Operations Tel: 02249294062 salome.farren@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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.