



Press Release

Indo Spanish Poly Industries

August 21, 2017

Rating Reaffirmed

Total Bank Facilities Rated*	Rs. 7.72 Cr.
Long Term Rating	SMERA D
Short Term Rating	SMERA D

* Refer Annexure for details

Rating Rationale

SMERA has reaffirmed long-term rating of '**SMERA D** (read as SMERA D) and short term rating of '**SMERA D**' (read as SMERA D) on the Rs. 7.72 crore bank facilities of Indo Spanish Poly Industries.

Indo Spanish Poly Industries (ISPI), established in 2012 by Mr. Ravi Agarwal is engaged in the manufacture of PVC pipes and water tanks. The manufacturing facility is located at Guwahati, Assam.

Key Rating Drivers

Strengths

- **Experienced Management**

The Partners, Mr. Jagdish Prasad Bharuka, Mr. Santosh Bharuka, Mr. Ravi Kumar Agrwal and Mr. Sachin Agarwal possess extensive experience in the industry.

Weaknesses

- **Delays in long-term debt obligation**

The rating reflects delays in servicing of debt obligations by the company due to a weak liquidity position.

Analytical Approach

Outlook:

About the Rated Entity - Key Financials

ISPI reported profit after tax (PAT) of Rs.0.33 crore on operating income of Rs.12.86 crore for FY2014-15, compared to PAT of Rs.0.15 crore on operating income of Rs.12.58 crore in FY2013-14.

Any other information

Not Applicable

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.htm>

Note on complexity levels of the rated instrument

<https://www.smera.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-Feb-2016	Term Loan	Long Term	INR 3.99	SMERA D
	Cash Credit	Long Term	INR 3.73	SMERA D

*Annexure - Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term loans	Not Applicable	Not Applicable	Not Applicable	3.99	SMERA D
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.73	SMERA D

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