



Press Release
Rasik Products Private Limited
May 07, 2024

Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	22.10	ACUITE C Downgraded Issuer not co-operating*	-
Bank Loan Ratings	27.90	-	ACUITE A4 Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	50.00	-	-

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB**' (read as **ACUITE double B**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.50.00 Cr. bank facilities of RASIK PRODUCTS PRIVATE LIMITED (RPPL). The rating is now flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Rationale for downgrade

As per the reporting in Credit Beaureau Report, there are several accounts which are into delinquency and few of them are under SMA 2 category as well. On the basis of the above mentioned information, rating is being downgraded.

About the Company

Rasik Products Private Limited (RPPL), a Mathura-based company was incorporated by Mr. G. Khandelwal in the year 1998. It is engaged in the manufacturing and marketing of multilayer transferable coatings, films, foils and laminates. It also offers security base materials like holograms and variety of decorative packing papers, graphic grade films and foils, used in the packaging of various consumer goods and a broad range of security applications for use in tamperproof and tamper-evident packaging. The company mainly caters to markets in USA and UK along with domestic market.

Unsupported Rating

Not Applicable.

Non-cooperation by the issuer/borrower

Acuité has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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 noncooperation by the issuer along with 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.

Rating Sensitivities

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

Liquidity Position

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

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	122.15	102.04
PAT	Rs. Cr.	2.44	3.22
PAT Margin	(%)	2.00	3.15
Total Debt/Tangible Net Worth	Times	1.94	2.15
PBDIT/Interest	Times	2.60	2.97

Status of non-cooperation with previous CRA

Not Applicable.

Any other information

None.

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
27 Dec 2023	Bank Guarantee (BLR)	Short Term	1.90	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	26.00	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	7.00	ACUITE BB Stable (Assigned)
	Covid Emergency Line.	Long Term	3.94	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	4.96	ACUITE BB Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	6.20	ACUITE BB Stable (Assigned)
12 Oct 2021	Proposed Working Capital Demand Loan	Long Term	1.85	ACUITE B+ (Reaffirmed & Withdrawn)
	Bank Guarantee/Letter of Guarantee	Short Term	2.90	ACUITE A4 (Reaffirmed & Withdrawn)
	PC/PCFC	Short Term	10.00	ACUITE A4 (Reaffirmed & Withdrawn)
	Secured Overdraft	Long Term	9.00	ACUITE B+ (Reaffirmed & Withdrawn)
	Term Loan	Long Term	1.25	ACUITE B+ (Reaffirmed & Withdrawn)
30 Mar 2021	Proposed Working Capital Demand Loan	Long Term	1.85	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	9.00	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	1.25	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	2.90	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	PC/PCFC	Short Term	10.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.90	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Canara Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	7.00	ACUITE C Downgraded Issuer not co-operating* (from ACUITE BB)
Canara Bank	Not avl. / Not appl.	Covid Emergency Line.	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.94	ACUITE C Downgraded Issuer not co-operating* (from ACUITE BB)
Canara Bank	Not avl. / Not appl.	Packing Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	26.00	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.20	ACUITE C Downgraded Issuer not co-operating* (from ACUITE BB)
Canara Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.96	ACUITE C Downgraded Issuer not co-operating* (from ACUITE BB)

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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