

Press Release

Lubrina Recycling Private Limited

October 06, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 7.51 Cr.#
Long Term Rating	ACUITE B- Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed long-term rating of 'Acuite B-' (read as Acuite B minus) and short term rating of 'Acuite A4' (read as 'Acuite A four') on the Rs. 7.51 crore bank facilities of Lubrina Recycling Private Limited. This rating is now an indicative rating and is based on best available information.

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.

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

Applicable Criteria

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities-<https://www.acuite.in/view-rating-criteria-14.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:

LRPL, incorporated in 2010, is a Kolkata based company promoted by Aashish Lohia. The company is engaged in the recycling of used oil (lube based stock) and waste industrial oil. It has an installed capacity of 9000 kilo liters per annum. The company has set up a processing unit in Kolkata (Bishnupur) at a cost of RFs.10.00 crore funded through a term loan of Rs.5.38 crore and promoters' funds of Rs.4.42 crore. The commercial operations commenced in Dec 2014.

For FY2014-15, LRPL reported a net loss of Rs.0.44 crore on operating income of Rs.0.21 crore. The company has registered operating income of Rs.1.35 crore for FY2016 (from April to November).

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
10-Mar-2016	Term Loan	Long term	5.38	ACUITE B-/Stable (Assigned)
	Cash Credit	Long Term	1.98	ACUITE B-/Stable (Assigned)
	Bank Guarantee	Short Term	0.15	ACUITE A4((Assigned))

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.38	ACUITE B-/Stable (Indicative)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.98	ACUITE B-/Stable (Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.15	ACUITE A4 (Indicative)

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

Contacts

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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.

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