



Press Release

Magnum Pigments and Polymers Private Limited

April 29, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 10.00 crore
Long Term Rating	ACUITE D (Downgraded from ACUITE B+; Issuer not co-operating)
Short Term Rating	ACUITE D (Downgraded from ACUITE A4; Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE B+**' (**read as ACUITE B plus**) and short-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 10.00 crore bank facilities of MAGNUM PIGMENTS AND POLYMERS PRIVATE LIMITED. This rating is now an indicative rating and is based on the best available information. The downgrade is based on the publicly available information.

The Maharashtra based, MPPL was established in 1991 by Mr. B. Sampath kumar Rai as proprietorship concern named 'Magnum Chemicals'. Further, the constitution has been changed to private limited in 2003. The company is engaged in manufacturing of pigment emulsion, specialty chemicals, and construction chemicals. MPPPL has installed capacity of 750 MT per month.

Analytical Approach

Acuité has considered the standalone business and financial risk profile of MPPL to arrive at the rating.

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

- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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 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.

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)

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27-Dec-19	Cash Credit	Long-Term	5.00	ACUITE B+ (Indicative)
	Packing Credit	Long-Term	2.00	ACUITE A4 (Indicative)
	Letter of Credit	Long-Term	1.00	ACUITE A4 (Indicative)
	Proposed Cash Credit	Long-Term	2.00	ACUITE B+ (Indicative)
05-Dec-18	Cash Credit	Long-Term	5.00	ACUITE B+/ Stable (Assigned)
	Packing Credit	Long-Term	2.00	ACUITE A4 (Assigned)
	Letter of Credit	Long-Term	1.00	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long-Term	2.00	ACUITE B+/ 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/Outlook
Cash Credit	Not applicable	Not applicable	Not applicable	5.00	ACUITE D (Downgraded from ACUITE B+; Issuer not-cooperating*)
Packing Credit	Not applicable	Not applicable	Not applicable	2.00	ACUITE D (Downgraded from ACUITE A4; Issuer not-cooperating*)
Letter of Credit	Not applicable	Not applicable	Not applicable	1.00	ACUITE D (Downgraded from ACUITE A4; Issuer not-cooperating*)
Proposed Cash Credit	Not applicable	Not applicable	Not applicable	2.00	ACUITE D (Downgraded from ACUITE B+; Issuer not-cooperating*)

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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