

Press Release

Kirtiman Cements and Packaging Industries Limited

May 26, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	10.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) on the Rs.10.00 Crore bank facilities of KIRTIMAN CEMENT & PACKAGING INDUSTRIES LIMITED. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

KCPIL, established in 1996, is a Haryana-based company promoted by Mr. Ashwini Kumar Oberoi, Mr. Sunil Kumar Oberoi and family. The company commenced operations in August 2008 and is engaged in manufacturing and trading of poly propylene (PP) woven fabric and PP woven fabric bags. The company has an installed capacity of 6800 metric tonnes (MT) per annum and KCPIL manufacturing unit is located at Haryana. For FY2014-15, KCPIL reported profit after tax (PAT) of Rs.0.60 crore on operating income of Rs.91.50 crore as compared with PAT of Rs.0.47 crore on operating income of Rs.86.28 crore in the previous year. The company's net worth stood at Rs.15.69 crore as on March 31, 2015 as compared with Rs.11.43 crore a year earlier.

Non-cooperation by the issuer/borrower:

Acuite 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 the due date. This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite 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.

Rating Sensitivity

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

Material Covenants

The rated entity has not shared the latest financial statements despite repeated requests.

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Brickworks, vide its press release dated 20 May 2021 had denoted the long term rating of Kirtiman Cement & Packaging Industries Limited as 'BWR B-/Stable Issuer non Cooperation/Downgraded' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, also stood at 'BWR B/Stable Issuer non Cooperation/Downgraded' vide its press release dated 04 May 2020.

CRISIL, vide its press release dated March 17, 2022 had denoted the long term rating of Kirtiman Cement & Packaging Industries Limited as 'CRISIL B+ /Stable ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, also stood at 'CRISIL B+ /Stable ISSUER NOT COOPERATING' vide its press release dated January 13, 2021.

CARE, vide its press release dated November 23, 2021 had denoted the long term rating of Kirtiman Cement & Packaging Industries Limited as 'CARE B-; ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, also stood at 'CARE B-; ISSUER NOT COOPERATING' vide its press release dated November 18, 2020.

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Feb 2021	Cash Credit	Long Term	10.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
18 Dec 2019	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
22 Sep 2018	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
19 Jul 2017	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
04 Apr 2016	Cash Credit	Long Term	10.00	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in
Nilesh Soni Analyst-Rating Operations Tel: 022-49294065 nilesh.soni@acuite.in	

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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