

Press Release

Adarsha Specialty Chemicals Private Limited

May 19, 2021



Rating Update

| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 6.00 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.

Acuité has reviewed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and the short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 6.00 crore bank facilities of Adarsha Specialty Chemicals Private Limited (ASCPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

The Bangalore based, ASCPL was incorporated in 2006 and it is promoted by Mr. Omkarmurthy. The other Directors, Mr. Prakash and Mr. Chandrashekhar also play key role in day to day activities. It is engaged in manufacturing of silicone adhesive/sealants, silicone fluids and emulsions, specialty lubricants and other similar products. The company procures around 60 percent of raw materials including silicone oil and silicone polymers from Thailand and remaining from domestic suppliers in Mumbai and Bangalore. The company caters its product to various industries such as civil construction, chemical and adhesive, among others.

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

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

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 |
|-------------|---------------------------------|------------|-----------------|---------------------------------------|
| 19-Feb-2020 | Secured Overdraft | Long Term | 1.50 | ACUITE B+ Issuer not co-operating* |
| | Proposed Bank Facility | Long Term | 1.00 | ACUITE B+ Issuer not co-operating* |
| | Letter of Credit | Short Term | 3.50 | ACUITE A4 Issuer not co-operating* |
| 11-Dec-2018 | Secured Overdraft | Long Term | 1.50 | ACUITE B+/Stable (Assigned) |
| | Proposed Bank Facility | Long Term | 1.00 | ACUITE B+/Stable (Assigned) |
| | Letter of Credit | Short Term | 3.50 | 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 |
|------------------------|------------------|----------------|----------------|-------------------------------|---------------------------------------|
| Secured Overdraft | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE B+ Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE B+ Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 3.50 | ACUITE A4 Issuer not co-operating* |

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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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