

Press Release

Pagan Paints & Chemicals Private Limited (PPCPL)

27 September, 2017



Rating Update

Total Bank Facilities Rated*	Rs.5.30 Cr
Long Term Rating (Indicative)	SMERA B+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4 Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA B+**' (read as **SMERA B plus**) and short term rating of '**SMERA A4**' read as (**SMERA A four**) on the Rs.5.30 crore bank facilities of Pagan Paints and Chemicals Private Limited (PPCPL). This is an indicative rating.

Non-cooperation by the issuer/borrower: SMERA 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 required documents before due date.

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

Applicable Criteria

- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Manufacturing entities: <https://www.smera.in/criteria-manufacturing.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). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the Rated Entity: PPCPL, incorporated in 1982, is engaged in the production of paints and pre metal treatment chemicals at Gurgaon. Its registered office is in New Delhi and has a branch in Pune.

The company reported profit after tax (PAT) of Rs.0.1 crore on net sales of Rs.27.02 crore in FY2015 as against PAT of Rs.0.17 crore on net sales of Rs.26.71 crore in FY2014.

Rating history (last three years):

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
10 June, 2016	Cash Credit	Long Term	3.50	SMERA B+ / Stable (Assigned)
	Letter of Credit	Short Term	1.50	SMERA A4 (Assigned)
	Bank Guarantee / Letter of Guarantee	Short Term	0.10	SMERA A4 (Assigned)
	Fund based (Proposed)	Long Term	0.20	SMERA B+ / Stable (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	3.50	SMERA B+ Issuer not co-operating*
Letter of Credit	NA	NA	NA	1.50	SMERA A4 Issuer not co-operating*
Bank Guarantee / Letter of Guarantee	NA	NA	NA	0.10	SMERA A4 Issuer not co-operating*
Fund based (Proposed)	NA	NA	NA	0.20	SMERA B+ Issuer not co-operating*

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

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head – Ratings Operations, SMERA Bond Ratings Tel: 022-67141190 Email: vinayak.nayak@smera.in Kashish Shah, Rating Analyst,	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in

Tel: 022-67141152

Email: kashish.shah@smera.in

ABOUT SMERA

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