Press Release

Santoshi Barrier Film India Private Limited

April 27, 2020

Rating Review

Total Bank Facilities Rated#	Rs.24.00 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BBB-/ Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*

#Refer Annexure for details
**The issuer did not co-operate; based on best available information.*

Rating Rationale

Acuité has downgraded the long-term rating to **'ACUITE BB-' (read as ACUITE double B plus)** from **'ACUITE BBB-' (read as ACUITE triple B minus)** and short term rating to **'ACUITE A4' (read as ACUITE A four)** from **'ACUITE A3' (read as ACUITE A three)** to Rs.24.00 crore bank facilities of Santoshi Barrier Film India Private Limited. This rating is now an indicative rating and is based on best available information.

Santoshi Barrier Films India Private Limited, incorporated in the year 09.03.2011 and having its Registered Office at Nagpur. The Capacity of the Plant is to produce Blown Film up-to 15 Tonnes per day. The company has a 7 layer plastic film manufacturing facility. Currently major customers are Amul dairy, Mother dairy fruits and vegetables Pvt Ltd., Kerela Feeds Ltd, 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 due date.

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

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
21-Feb-2019	Cash Credit	Long Term	19.25	ACUITE BBB-/ Negative (Reaffirmed)
	Term Loan	Long Term	0.04	ACUITE BBB- (Withdrawn)
	Letter of Credit	Short Term	3.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Facility	Long Term	1.71	ACUITE BBB-/ Negative (Reaffirmed)
09-Jan-2018	Cash Credit	Long Term	19.25	ACUITE BBB-/ Negative (Reaffirmed)
	Term Loan	Long Term	0.04	ACUITE BBB-/ Negative (Reaffirmed)
	Letter of Credit	Short Term	3.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Facility	Long Term	1.71	ACUITE BBB-/ Negative (Assigned)
29-Sep-2016	Cash Credit	Long Term	19.25	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long Term	1.75	ACUITE BBB-/ Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A3 (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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	19.25	ACUITE BB- (Downgraded from ACUITE BBB-/Negative) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.75	ACUITE BB- (Downgraded from ACUITE BBB-/Negative) Issuer not co-operating*

CC limits includes sublimits letter of credit of Rs.3.50 crore and Bank Guarantee of Rs.0.50 crore.

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.