

## Press Release

### VAPI PIGMENTS PRIVATE LIMITED

November 01, 2017

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 13.00 Cr. #
<b>Long Term Rating</b>	SMERA B+ Issuer not co-operating*
<b>Short Term Rating</b>	SMERA A4 Issuer not co-operating*

# Refer Annexure for details

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

SMERA has reviewed 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. 13.00 crore bank facilities of VAPI PIGMENTS PRIVATE LIMITED. 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

The Gujarat based VPPL, established as a partnership firm in 1988, was converted to a private limited in 2009. The company headed by directors, Mr. Champak Shah, Mr. Manish Kothari, Mr. Ramdas Narayan Raman and others is engaged in the manufacture of chemical pigments.

For FY2014-15, the company registered profit after tax (PAT) of Rs.0.34 crore on operating income of Rs.34.42 crore as against profit after tax (PAT) of Rs.0.92 crore on operating income of Rs.46.67crore in FY2013-14. The net worth stood at Rs. 6.79 crores as on March 31, 2015 agaisnt Rs. 6.47 crore a year earlier.

#### Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27-Sep-2016	Cash Credit	Long Term	INR 6.5	SMERA B+ / Stable
	Term Loan	Long Term	INR 0.04	SMERA B+ / Stable

	Term Loan	Long Term	INR 1.02	SMERA B+ / Stable
	Proposed Long Term Loan	Long Term	INR 0.44	SMERA B+ / Stable
	Letter of Credit	Short Term	INR 5	SMERA A4

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.50	SMERA B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.04	SMERA B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.02	SMERA B+ Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	0.44	SMERA B+ Issuer not co-operating*
Forward Cover limits	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA A4 Issuer not co-operating*

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

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## ABOUT SMERA

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