

Press Release

Patel Timber Corporation

September 14, 2021



Rating Update

| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 10.75 Cr.# |
| Long Term Rating | ACUITE B Issuer not co-operating* |
| Long 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**) and the short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 10.75 crore bank facilities of Patel Timber Corporation (PTC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

PTC, a partnership firm, was established in 1996 by Mr. Devjibhai Patel and Mrs. Vasantiben Patel as founder partners at Bangalore. PTC is engaged in processing and trading of timber. The day to day operations are handled by Mr. Devjibhai Patel. PTC procures 80 per cent of raw material from Burma and Taiwan and the sales are made to local furniture manufacturers.

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 | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|-----------------------------|---------------------------------------|
| 30-Jun-2020 | Cash Credit | Long term | 4.25 | ACUITE B Issuer not co-operating* |
| | Letter of Credit | Short term | 2.50 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |
| 24-Apr-2019 | Cash Credit | Long term | 4.25 | ACUITE B Issuer not co-operating* |
| | Letter of Credit | Short term | 2.50 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |
| 22-Jan-2018 | Cash Credit | Long term | 4.25 | ACUITE B Issuer not co-operating* |
| | Letter of Credit | Short term | 2.50 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |
| | Letter of Credit | Short term | 2.00 | ACUITE A4 Issuer not co-operating* |

***Annexure – Details of instruments rated**

| Lender Name | Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|-------------|------------------------|------------------|----------------|----------------|-----------------------------|---------------------------------------|
| Canara Bank | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 4.25 | ACUITE B Issuer not co-operating* |
| Canara Bank | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.50 | ACUITE A4 Issuer not co-operating* |
| Canara Bank | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE A4 Issuer not co-operating* |
| Canara Bank | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE A4 Issuer not co-operating* |

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

Contacts

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|---|--|
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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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