

## Press Release

### HONOURABLE PACKAGING PRIVATE LIMITED

November 11, 2019



#### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs. 8.20 Cr.
<b>Long Term Rating</b>	ACUITE B+ Withdrawn

\* Refer Annexure for details

#### Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE B+** (**read as ACUITE B plus**) on the Rs. 8.20 crore bank facilities of HONOURABLE PACKAGING PRIVATE LIMITED (HPPL).

The rating has been withdrawn on account of request received from the company and NOC received from the banker.

Honourable Packaging Private Limited (HPPL) was incorporated in the year 2010 managed by Mr. Binod Kumar Agarwal and is engaged in the manufacturing of reprocessed plastic granules, liner, polyethylene fabric and tarpaulin from waste material, procured from its group companies namely, Shree Tirupati Balajee Agro Trading Company Private Limited, Shree Tirupati Balajee FIBC Private Limited, Jaganath Plastic Private Limited as also from Reliance Industries Limited.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

#### About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	60.46	43.04	29.01
EBITDA	Rs. Cr.	2.05	1.66	1.91
PAT	Rs. Cr.	0.40	0.40	0.18
EBITDA Margin	(%)	3.39	3.86	6.59
PAT Margin	(%)	0.66	0.92	0.63
ROCE	(%)	10.61	6.80	6.94
Total Debt/Tangible Net Worth	Times	1.36	1.52	1.75
PBDIT/Interest	Times	2.72	2.37	1.91
Total Debt/PBDIT	Times	3.82	4.92	5.81
Gross Current Assets (Days)	Days	53	213	254

#### Status of non-cooperation with previous CRA (if applicable)

Not Applicable

#### 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
05-Feb-2019	Term Loan	Long Term	1.54	ACUITE B+/Stable (Reaffirmed)
	Cash Credit	Long Term	5.50	ACUITE B+/Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	1.16	ACUITE B+/Stable (Reaffirmed)
16-Feb-2018	Term Loan	Long Term	2.36	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Cash Credit	Long Term	5.50	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
	Proposed Bank Facility	Long Term	0.34	ACUITE B+/Stable (Downgraded from ACUITE BB-/Stable)
25-Nov-2016	Term Loan	Long Term	2.36	ACUITE BB-/Stable (Assigned)
	Cash Credit	Long Term	5.50	ACUITE BB-/Stable (Assigned)
	Proposed Bank Facility	Long Term	0.34	ACUITE BB-/Stable (Assigned)

### \*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.54	ACUITE B+ (Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE B+ (Withdrawn)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.16	ACUITE B+ (Withdrawn)

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**About Acuité Ratings & Research:**

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