

## Press Release



Galva Decoparts Private Limited

July 24, 2020

### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 100.00 Cr #
<b>Long Term Rating</b>	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE BB-**' (**read as ACUITE double B minus**) from '**ACUITE BB**' (**read as ACUITE double B**) and short term rating '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 100.00 crore bank facilities of Galva Decoparts Private Limited (GDPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

GDPL, established in 2007, is engaged in the manufacturing and electroplating of ABS plastic components used for decorative purposes in the automobile and FMCG industries. The company also undertakes metalising of FMCG caps for its sister concern, M/s Shree Hardik Plating Technology, on a job work basis. The company earns around 85 per cent revenue from the sale of automotive parts and 15 per cent from FMCG sales. The electroplating unit, in a joint venture with RE, Malaysia, is located at Vapi while the injection moulding unit is at Pune (Maharashtra).

#### 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 continues to be 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 endeavoured 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
30 April, 2019	Cash Credit	Long Term	19.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	4.70	ACUITE BB Issuer not co-operating*
	Letter of Credit/Buyers Credit	Short Term	3.50	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.70	ACUITE A4+ Issuer not co-operating*
	Proposed Term Loan	Long Term	67.00	ACUITE BB Issuer not co-operating*
	Proposed Cash Credit	Long Term	5.10	ACUITE BB Issuer not co-operating*
19 Feb, 2018	Cash Credit	Long Term	19.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	4.70	ACUITE BB Issuer not co-operating*
	Letter of Credit/Buyers Credit	Short Term	3.50	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.70	ACUITE A4+ Issuer not co-operating*
	Proposed Term Loan	Long Term	67.00	ACUITE BB Issuer not co-operating*
	Proposed Cash Credit	Long Term	5.10	ACUITE BB Issuer not co-operating*
05 Jan, 2017	Cash Credit	Long Term	19.00	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	4.70	ACUITE BB/Stable (Assigned)
	Letter of Credit/Buyers Credit	Short Term	3.50	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.70	ACUITE A4+ (Assigned)
	Proposed Term Loan	Long Term	67.00	ACUITE BB/Stable (Assigned)
	Proposed Cash Credit	Long Term	5.10	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. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	19.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.70	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Letter of Credit/Buyers Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.70	ACUITE A4+ Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	67.00	ACUITE BB- (Downgraded from ACUITE BB)

					Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.10	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*

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

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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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