

Press Release
Total Packaging Services

December 09, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 29.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*; Withdrawn

#Refer Annexure for details

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

Rating Rationale

Acuité has revised the long term rating to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE BBB-**' (**read as ACUITE triple B minus**) on the Rs. 29.00 cr. bank facilities of Total Packaging Services (TPS). This rating is now withdrawn and indicative and is based on best available information.

The rating withdrawal is in line with Acuité's policies on withdrawal of rating and on receipt of withdrawal request from the client.

TPS is a partnership established in 2003 by Mr. Dhirajlal Shah and his nephews, Mr. Haresh Gudhka and Mr. Hitendra Gudhka. In April 2012, Mr. Dhirajlal Shah retired, and his 50 percent share of profit was transferred to Mr. Chirag Gudhka (son of Mr. Haresh Gudhka). The firm manufactures plastic sheets, tubings, and bags. Its manufacturing unit is at Dabhel in Daman & Diu.

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-17.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-4.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 attempts

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-Aug-19	Cash Credit	Long Term	22.00	ACUITE BBB- (Indicative)
	Term loan	Long Term	4.67	ACUITE BBB- (Indicative)
	Proposed Term loan	Long Term	2.33	ACUITE BBB- (Indicative)
	Letter of Credit	Short Term	8.00^	ACUITE A3 (Indicative)
	Bank Guarantee	Short Term	1.00^	ACUITE A3 (Indicative)
02-Jun-18	Cash Credit	Long Term	22.00	ACUITE BBB- (Indicative)
	Term loan	Long Term	4.67	ACUITE BBB- (Indicative)
	Proposed Term loan	Long Term	2.33	ACUITE BBB- (Indicative)
	Letter of Credit	Short Term	8.00^	ACUITE A3 (Indicative)
	Bank Guarantee	Short Term	1.00^	ACUITE A3 (Indicative)

[^] Sublimit of Cash Credit

***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	22.00	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*; Withdrawn
Term loan	Not Applicable	Not Applicable	Not Applicable	4.67	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*; Withdrawn
Proposed Term loan	Not Applicable	Not Applicable	Not Applicable	2.33	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*; Withdrawn

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

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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.

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