

Press Release

Bhavik Enterprises Limited

December 12, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 19.38 Cr. #
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the short-term rating of Bhavik Enterprises Limited (BEL) to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3+**' (**ACUITE A three plus**). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Bhavik Enterprises Limited (BEL), incorporated in 2008, is a Maharashtra-based company promoted by Mr. Mukesh Thakkar and Mr. Bhavik Thakkar, Directors. The company is an authorised agent of LG Polymers (India) Private Limited & Borouge Pte Limited (Singapore) for polymers and plastic granules. BEL trades in Maharashtra, Gujarat, Daman and Silvassa. The Directors have more than two decades of experience in the said line of business

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.

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-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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.

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)

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
24-Sept-19	Letter of credit	Short term	19.00	ACUITE A3+ Issuer not co-operating*
	Proposed Short term Loan	Short term	0.38	ACUITE A3+ Issuer not co-operating*

04-July-18	Letter of credit	Short term	19.00	ACUITE A3+ Issuer not co-operating*
	Proposed Short term Loan	Short term	0.38	ACUITE A3+ Issuer not co-operating*
11-Apr-17	Letter of credit	Short term	19.00	ACUITE A3+ (Assigned)
	Proposed Short term Loan	Short term	0.38	ACUITE A3+ (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
Letter of credit	Not Applicable	Not Applicable	Not Applicable	19.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Proposed Short term Loan	Not Applicable	Not Applicable	Not Applicable	0.38	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

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

Contacts

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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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