

Press Release

Unitec Fibres Private Limited

January 02, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 30.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB- /Negative) 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 of Unitec Fibres Private Limited (UFPL) to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE BBB-**' (**read as ACUITE triple B minus**). The rating is now an indicative rating and is downgraded on account of information risk.

UFPL, a Mumbai-based company was incorporated in 2005. The company is engaged in manufacturing of recycled polyester staple fibre (RPSF) from polyethylene terephthalate bottles. The company is also engaged in trading of polyester staple fiber (PSF) which constitutes around 5 percent of the total sales. The company has two manufacturing units located in Boisar and Thane with a total installed capacity of 18,000 MTPA. The company is promoted by Mr. Virander Behl, Mrs. Devina Behl and Mr. Vijay Behl.

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.

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.

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
29-Oct-2018	Term Loan	Long Term	2.46	ACUITE BBB- /Negative (Downgraded from ACUITE BBB)
	Term Loan	Long Term	23.00	ACUITE BBB- /Negative (Downgraded from ACUITE BBB)
	Term Loan	Long Term	3.71	ACUITE BBB- /Negative (Downgraded from ACUITE BBB)
	Cash Credit	Long Term	0.83	ACUITE BBB- /Negative (Downgraded from ACUITE BBB)
30-June-2018	Term Loan	Long Term	0.66	ACUITE BBB (Indicative)
	Term Loan	Long Term	6.48	ACUITE BBB (Indicative)
	Term Loan	Long Term	3.92	ACUITE BBB (Indicative)
	Cash Credit	Long Term	13.00	ACUITE BBB (Indicative)
	Proposed Term Loan	Long Term	5.94	ACUITE BBB (Indicative)
12-May-2017	Term Loan	Long Term	0.66	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	6.48	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	3.92	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long Term	13.00	ACUITE BBB/ Stable (Assigned)
	Proposed Long Term Loan	Long Term	5.94	ACUITE BBB/ 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
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.46	ACUITE BB+ (Downgraded from ACUITE BBB- /Negative) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	23.00	ACUITE BB+ (Downgraded from ACUITE BBB- /Negative) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.71	ACUITE BB+ (Downgraded from ACUITE BBB- /Negative) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.83	ACUITE BB+ (Downgraded from ACUITE BBB- /Negative) 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 (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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