

Press Release

Mudit Enterprises Private Limited

August 22, 2018

Rating Review



Total Bank Facilities Rated	Rs. 8.50 Crore#
Long Term Rating	ACUITE BB- Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the bank facilities of Mudit Enterprises Private Limited (MEPL). This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: Acuite 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 Acuite's policies.

Applicable Criteria

- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.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). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Company:

Mudit Enterprises Private Limited (MEPL) was incorporated in 2002 by Mr. Mudit Gupta, Mr. Ruchir Gupta and Mrs. Rajrani Gupta. The company is engaged in the import and trading of petro chemicals (polymer wax, PVC, LDP among others). Located at New Delhi, the company imports the aforementioned from Saudi Arabia, China and Thailand and sells the same across Haryana, Delhi, Punjab and Uttar Pradesh. Dass Chemicals Industries (DCI) was established in 1968 by Mr. Virender Gupta. The firm is engaged in the business of import and trading of petro chemicals such as polymer, Waxes, PVC, LDP among others. The New Delhi based firm imports the aforementioned from Saudi Arabia, China and Thailand and sells the same across Haryana, Delhi, Punjab and Uttar Pradesh.

About the Group:

The New Delhi-based M D group was incorporated in 1968 by Mr. Virender Gupta. The group is engaged in the import and trading of petro chemicals such as polymer, Waxes, PVC, LDP among others. The group imports the aforementioned from Saudi Arabia, China and Thailand and sells the same across Haryana, Delhi, Punjab and Uttar Pradesh.

About the Rated Entity – Key Financial Indicators:

The Delhi-based Mudit Enterprises Private limited (MEPL), was incorporated in 2002 by Mr. Mudit Gupta, Mr. Ruchir Gupta and Mrs. Rajrani Gupta. The company imports and trades in petro chemicals such as polymer, waxes, PVC, LDP and sells the same across Haryana, Delhi, Punjab and Uttar Pradesh. For FY2016-17, the company reported profit after tax (PAT) of Rs.0.16 crore (Provisional) on operating income of Rs.16.48 crore as compared with PAT of Rs.0.11 crore on operating income of Rs.13.68 crore in FY2015-16. The net worth stood at Rs.3.73 crore (Provisional) as on 31 March, 2017 against Rs.3.56 crore a year earlier.

Any other information:

Acuite 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. Crore)	Ratings/Outlook
20-Jun-2017	Cash Credit	Long Term	2.00	ACUITE BB-/Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.50	ACUITE BB-/Stable (Assigned)
	Letter of Credit	Short Term	6.00	ACUITE A4+ (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	2.00	ACUITE BB- (Indicative)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB- (Indicative)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4+ (Indicative)

Contacts

Analytical	Rating Desk
Aditya Gupta Head – Corporate and Infrastructure Sector Ratings Tel: 022-67141191 aditya.gupta@acuite.in Simranjeet Kaur Analyst - Rating Operations Tel: 022-67141110 Simranjeet.kaur@acuiterratings.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in

About Acuite Ratings & Research:

Acuite Ratings & Research Limited (erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency
Acuite Ratings & Research Limited (erstwhile SMERA Ratings Limited) www.acuite.in

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.

Disclaimer: *An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.*