



## Press Release

**Hema Dyechem Private Limited**

**May 24, 2022**

### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.30	ACUITE BB-   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	2.20	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	12.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as ACUITE double B minus) from 'ACUITE BB' (read as ACUITE double B) and reaffirmed the short-term rating of 'ACUITE A4+' (read as ACUITE A four plus) on the Rs. 12.50 crore bank facilities of Hema Dyechem Private Limited (HDPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### About the Company

Vapi based - HDPL, promoted by Mr Anil Merchant, was established in 1975 as a partnership concern as Hema Chemical Co., which was subsequently converted into a private limited company in 2003. HDPL is engaged into the manufacturing of benzene based chemical intermediaries, which finds application in the paint industry. HDPL's manufacturing unit is located in Vapi (Gujarat) which has an installed capacity of 2340 Metric Tonne Per Annum (MTPA). HDPL's sales and distribution office is located at Mumbai and mainly exports its products to European countries.

### 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 the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

### 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 Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

### Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

### Material Covenants

Not Applicable

### Liquidity Position

Not Applicable

### Outlook

Not Applicable

### Status of non-cooperation with previous CRA

None

### Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

### Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
23 Feb 2021	Bank Guarantee	Short Term	0.20	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.30	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Issuer not co-operating*)

	Cash Credit	Long Term	10.00	ACUITE BB (Downgraded and Issuer not co-operating*)
13 Dec 2019	Proposed Long Term Loan	Long Term	0.30	ACUITE BB+ (Issuer not co-operating*)
	Cash Credit	Long Term	10.00	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.20	ACUITE A4+ (Issuer not co-operating*)
29 Oct 2019	Proposed Long Term Loan	Long Term	0.30	ACUITE BBB- (Issuer not co-operating*)
	Cash Credit	Long Term	10.00	ACUITE BBB- (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.20	ACUITE A3 (Issuer not co-operating*)
31 Jul 2018	Cash Credit	Long Term	10.00	ACUITE BBB- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.30	ACUITE BBB- (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.20	ACUITE A3 (Issuer not co-operating*)
23 Jun 2017	Cash Credit	Long Term	10.00	ACUITE BBB-   Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.30	ACUITE BBB-   Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	0.20	ACUITE A3 (Assigned)

### Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB-   Downgraded   Issuer not co-operating*
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB-   Downgraded   Issuer not co-operating*

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## About Acuité Ratings & Research

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