

Press Release

Paul Strips And Tubes Private Limited

AUGUST 20, 2018

Rating Update



Total Bank Facilities Rated#	Rs. 12.50 Cr.
Long Term Rating	ACUITE BB+ Issuer not co-operating*
Long 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 plus**) and short term rating of '**ACUITE A4+**' (read as **Acuite A four plus**) on the Rs. 12.50 crore bank facilities of Paul Strips and Tubes Private Limited (PSTPL). 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

- Manufacturing Entity: <http://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: <http://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios and Adjustments: <http://www.acuite.in/view-rating-criteria-20.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

Paul Strips and Tubes Private Limited (PSTPL) was initially incorporated in the year 1985 under the name of "Paul Auto Finances Private Limited" and was engaged in providing auto finance to first and second vehicles. Later in the year 2006, the name of the company was changed to Paul Strips and Tubes Private Limited and started manufacturing of MS tube, Ingots, strips and skelps. The company is promoted by Mr. Siddhartha Katyal and Mr. Rishi Katyal. The manufacturing unit of the company is located in Pune with an installed capacity of 18,000 metric tonnes per annum (MTPA). The company sells its products to wholesalers and retailers in the state of Maharashtra.

For FY2015-16, PSTPL reported Profit after Tax (PAT) of Rs. 0.79 crore on operating income of Rs. 52.76 crore as against PAT of Rs. 0.77 crore on operating income of Rs. 47.17 in the previous year. The net worth stood at Rs. 13.11 crore as on March 31, 2016 as against Rs. 10.44 crore in the previous year.

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

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

None

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument/ Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27th July, 2017	Cash Credit	Long term	11.50@	ACUITE BB+/Stable (Assigned)
	Bank Guarantee	Short term	1.00	ACUITE A4+ (Assigned)

@Includes sublimit of Working Capital Demand Loan to the extent of Rs. 7.00 crore.

*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	11.50^	ACUITE BB+ Issuer not co- operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ Issuer not co- operating*

^Includes sublimit of Working Capital Demand Loan to the extent of Rs. 7.00 crore.

Contacts

Analytical	Rating Desk
Aditya Gupta Head – Corporate and Infrastructure Sector Ratings Tel: 022-6714191 aditya.gupta@acuite.in Shashikala Hegde Senior Analyst - Rating Operations Tel: 022-67141321 shashikala.hegde@acuite ratings.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 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 Acuite 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. Acuite 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, Acuite, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuite 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. Acuite 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 Acuite.*