

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

Acuité has reviewed the long term rating of '**ACUITE BB+**' (**read as Acuité double B plus**) and short term rating of '**ACUITE A4+**' (**read as Acuité 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: 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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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 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: Acuité 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.

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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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