



Errata: Revised and published on December 6, 2019

The '**ROCE**' figures in the original version of Press Release dated June 28, 2019 were incorrect. The ROCE figures have been revised and are incorporated in the Key Financial Indicators table below in this version published on December 6, 2019. The long term and short term ratings were subsequently downgraded to '**ACUITE D**' vide rationale dated August 29, 2019.

Key Financial Indicators (revised)

| | Unit | FY18 (Actual) | FY17 (Actual) | FY16 (Actual) |
|-------------------------------|------------|---------------|---------------|---------------|
| Operating Income | Rs. Cr. | 3,934.50 | 3,874.05 | NA |
| EBITDA | Rs. Cr. | 573.86 | 582.23 | NA |
| PAT | Rs. Cr. | 80.36 | 332.22 | NA |
| EBITDA Margin | (%) | 14.59 | 15.03 | NA |
| PAT Margin | (%) | 2.04 | 8.58 | NA |
| ROCE | (%) | 10.94 | 28.64 | NA |
| Total Debt/Tangible Net Worth | Times | 11.12 | 17.92 | NA |
| PBDIT/Interest | Times | 2.45 | 3.55 | NA |
| Total Debt/PBDIT | Times | 5.82 | 4.76 | NA |
| Gross Current Assets (Days) | Days | 191 | 146 | NA |

Press Release

Sintex BAPL Limited

June 28, 2019

Rating Update

| | |
|------------------------------------|---|
| Total Bank Facilities Rated | Rs. 2212.10 Cr. # |
| Non-Convertible Debentures | Rs. 200.00 Cr. |
| Long Term Rating | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Short Term Rating | ACUITE A4 (Downgraded from ACUITE A3) |

Refer Annexure for details

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

Rating Rationale

Acuité has downgraded the long term rating to **ACUITE BB-'** (read as **ACUITE double B minus**) from '**ACUITE BBB-'** (read as **ACUITE triple B minus**) to the Rs. 1,962.10 crore bank facilities and Rs. 200.00 crore of Non-Convertible Debentures and the short term rating to '**ACUITE A4'** (read as **ACUITE A four**) from '**ACUITE A3'** (read as **ACUITE A three**) on the Rs. 250.00 crore bank facilities of SBAPL. This rating is now an indicative rating and is based on best available information.

The rating revision is on account of non-submission of monthly No-Default Statement (NDS) and other relevant information sought from the company. Further, Acuité has reasons to believe that liquidity pressures in SBAPL have intensified based on our discussions with the company's bankers.

SBAPL, incorporated in 2007, is engaged in the manufacture of custom moulded auto and non-auto components for Original Equipment Manufacturers (OEM) and Tier-I suppliers. The SBAPL group (SBAPL and its subsidiaries) has a global footprint with 38 plants across India, France, US and Poland. SBAPL is a wholly owned subsidiary of Sintex Plastic Technologies Limited (SPTL) - a listed company.

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

- Default Recognition -<https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities -<https://www.acuite.in/view-rating-criteria-4.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 has endeavoured to gather information about the entity / industry from the public domain/ issuer's bankers. 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

| | Unit | FY18 (Actual) | FY17 (Actual) | FY16 (Actual) |
|------------------|---------|---------------|---------------|---------------|
| Operating Income | Rs. Cr. | 3,934.50 | 3,874.05 | NA |
| EBITDA | Rs. Cr. | 573.86 | 582.23 | NA |
| PAT | Rs. Cr. | 80.36 | 332.22 | NA |
| EBITDA Margin | (%) | 14.59 | 15.03 | NA |

| | | | | |
|-------------------------------|-------|-------|-------|----|
| PAT Margin | (%) | 2.04 | 8.58 | NA |
| ROCE | (%) | 6.58 | 12.89 | NA |
| Total Debt/Tangible Net Worth | Times | 11.12 | 17.92 | NA |
| PBDIT/Interest | Times | 2.45 | 3.55 | NA |
| Total Debt/PBDIT | Times | 5.82 | 4.76 | NA |
| Gross Current Assets (Days) | Days | 191 | 146 | NA |

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

Not Applicable

Any other information

Acuité 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. Cr) | Ratings/Outlook |
|-------------|---------------------------------|------------|-----------------|---|
| 27-May-2019 | Term Loan | Long Term | 15.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Term Loan | Long Term | 63.64 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Cash Credit | Long Term | 25.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Cash Credit | Long Term | 10.48 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed Cash Credit | Long Term | 179.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed Cash Credit | Long Term | 125.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed Cash Credit | Long Term | 45.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed long term loan | Long Term | 194.52 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed Long Term Loan | Long Term | 162.10 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed bank facility | Long Term | 1142.36 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Proposed Letter of Credit | Short Term | 120.00 | ACUITE A3 (Downgraded from ACUITE A1) |
| | Proposed Letter of Credit | Short Term | 26.00 | ACUITE A3 (Downgraded from ACUITE A1) |
| | Proposed Letter of Credit | Short Term | 39.00 | ACUITE A3 (Downgraded from ACUITE A1) |

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|--------------|----------------------------------|------------|--------|--|
| 27-Sept-2018 | Proposed Bank Guarantee | Short Term | 15.00# | ACUITE A3 (Downgraded from ACUITE A1) |
| | Proposed Non-fund based facility | Short Term | 50.00 | ACUITE A3 (Downgraded from ACUITE A1) |
| | Non-convertible debentures | Long Term | 200.00 | ACUITE BBB-/ Negative (Downgraded from ACUITE A+/ Negative) |
| | Term Loan | Long Term | 15.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Term Loan | Long Term | 63.64 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Term Loan | Long Term | 31.80 | ACUITE AA (Withdrawn) |
| | Cash Credit | Long Term | 25.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Cash Credit | Long Term | 10.48 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Proposed Cash Credit | Long Term | 179.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Proposed Cash Credit | Long Term | 125.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Proposed Cash Credit | Long Term | 45.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Proposed long term loan | Long Term | 778.06 | ACUITE AA (Withdrawn) |

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|-------------|----------------------------------|------------|---------|---|
| | | | | ACUITE AA/ Stable) |
| | Proposed bank facility | Long Term | 1142.36 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| | Proposed Letter of Credit | Short Term | 120.00 | ACUITE A1 (Downgraded from ACUITE A1+) |
| | Proposed Letter of Credit | Short Term | 26.00 | ACUITE A1 (Downgraded from ACUITE A1+) |
| | Proposed Letter of Credit | Short Term | 39.00 | ACUITE A1 (Downgraded from ACUITE A1+) |
| | Proposed Bank Guarantee | Short Term | 15.00# | ACUITE A1 (Downgraded from ACUITE A1+) |
| | Proposed Non-fund based facility | Short Term | 50.00 | ACUITE A1 (Downgraded from ACUITE A1+) |
| | Non-convertible debentures | Short Term | 200.00 | ACUITE A+/ Negative (Downgraded from ACUITE AA/ Stable) |
| 12-Aug-2017 | Term Loan | Long Term | 15.00 | ACUITE AA/Stable (Assigned) |
| | Term Loan | Long Term | 63.64 | ACUITE AA/Stable (Assigned) |
| | Term Loan | Long Term | 31.80 | ACUITE AA/Stable (Assigned) |
| | Cash Credit | Long Term | 25.00 | ACUITE AA/Stable (Assigned) |
| | Cash Credit | Long Term | 10.48 | ACUITE AA/Stable (Assigned) |
| | Proposed Cash Credit | Long Term | 179.00 | ACUITE AA/Stable (Assigned) |
| | Proposed Cash Credit | Long Term | 125.00 | ACUITE AA/Stable (Assigned) |
| | Proposed Cash Credit | Long Term | 45.00 | ACUITE AA/Stable (Assigned) |

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|--|-------------------------------------|------------|--------|-----------------------------|
| | Proposed Long Term Loan | Long Term | 778.06 | ACUITE AA/Stable (Assigned) |
| | Proposed Long Term Loan | Long Term | 194.52 | ACUITE AA/Stable (Assigned) |
| | Proposed Long Term Loan | Long Term | 332.50 | ACUITE AA/Stable (Assigned) |
| | Proposed Long Term Loan | Long Term | 162.10 | ACUITE AA/Stable (Assigned) |
| | Proposed Letter of Credit | Short Term | 120.00 | ACUITE A1+ (Assigned) |
| | Proposed Letter of Credit | Short Term | 26.00 | ACUITE A1+ (Assigned) |
| | Proposed Letter of Credit | Short Term | 39.00 | ACUITE A1+ (Assigned) |
| | Proposed Bank Guarantee | Short Term | 15.00 | ACUITE A1+ (Assigned) |
| | Proposed Non-Fund Based | Short Term | 50.00 | ACUITE A1+ (Assigned) |
| | Proposed Non-Convertible Debentures | Long Term | 200.00 | ACUITE AA/Stable (Assigned) |

Fully interchangeable with bank guarantee

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-------------------------------|---|
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 15.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 63.64 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 25.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 10.48 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 179.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) |

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|----------------------------------|----------------|----------------|----------------|---------|--|
| | | | | | Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 125.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 45.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed long term loan | Not Applicable | Not Applicable | Not Applicable | 194.52 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed Long Term Loan | Not Applicable | Not Applicable | Not Applicable | 162.10 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed bank facility | Not Applicable | Not Applicable | Not Applicable | 1142.36 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |
| Proposed Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 120.00 | ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating* |
| Proposed Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 26.00 | ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating* |
| Proposed Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 39.00 | ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating* |
| Proposed Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 15.00# | ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating* |
| Proposed Non-fund based facility | Not Applicable | Not Applicable | Not Applicable | 50.00 | ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating* |
| Non-convertible debentures | Not Applicable | Not Applicable | Not Applicable | 200.00 | ACUITE BB- (Downgraded from ACUITE BBB-/ Negative) Issuer not co-operating* |

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

Contacts

| Analytical | Rating Desk |
|---|---|
| Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in | Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in |
| Manmitha Sodhi Analyst - Rating Operations Tel: 022-49294031 manmitha.sodhi@acuiteratings.in | |

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