

## Press Release

Gopinath Chem Tech Limited

December 09, 2019

Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs. 29.00 Cr.#
<b>Long Term Rating</b>	ACUITE BB+ (Revised from ACUITE BBB-/Stable) Issuer not co-operating; Withdrawn*
<b>Short Term Rating</b>	ACUITE A4+ (Revised from ACUITE A3) Issuer not co-operating; Withdrawn*

# Refer Annexure for details

\*The issuer did not cooperate; based on best available information

Acuite has revised from long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE Triple B minus**) and short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 29.00 crore bank facilities of Gopinath Chem Tech Limited (GCTL). This rating is now withdrawn, indicative and is based on best available information. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Gujarat based, GCTL was established in 1989 as a Private Limited company and subsequently converted into a Public Limited company in 1995. The company is engaged in manufacture and export of dyes and intermediates. The company has three manufacturing unit located at Kadi, Chhatral and Mehsana (Gujarat) with a combined installed capacity of 3,200 MTPA.

### 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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

### Analytical Approach

Acuite has considered the standalone business and financial risk profile of GCTL to arrive at a rating.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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). Acuite endeavoured 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.

### 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Oct-2018	Cash Credit	Long Term	20.00*	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long Term	1.00	ACUITE BBB-/ Stable (Reaffirmed)
	Standby Line of Credit	Short Term	1.80	ACUITE A3 (Withdrawn)
	Letter of Credit	Short Term	8.00**	ACUITE A3 (Reaffirmed)
11-Aug-2017	Cash Credit	Long Term	18.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	2.00	ACUITE BBB-/ Stable (Assigned)
	Standby Line of Credit	Short Term	1.80	ACUITE A3 (Assigned)
	Proposed Bank Facility	Long Term	1.20	ACUITE BBB-/ Stable (Assigned)
	Letter of Credit	Short Term	6.00	ACUITE A3 (Assigned)

\*Includes sublimit of Rs.20.00 crore each of FBD and EPC/PCFC.

\*\* Includes sublimit of Rs.0.75 crore of bank guarantee and Rs.8.00 crore of buyer's credit

### \*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00**	ACUITE BB+ (Revised from ACUITE BBB-/Stable) Withdrawn; Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB+ (Revised from ACUITE BBB-/Stable) Withdrawn; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.00***	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not co-operating*

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

\*\* Includes sublimit of Rs.20.00 crore each of FBD and EPC/PCFC.

\*\*\* Includes sublimit of Rs.0.75 crore of bank guarantee and Rs.8.00 crore of buyer's credit

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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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