

Press Release

Crystal Quinone Private Limited

December 11, 2019



Rating Update

| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs. 64.00 Cr. # |
| Long Term Rating | ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating* |

Refer Annexure for details

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

Acuité has downgraded the long term rating of Crystal Quinone Private Limited (CQPL) 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**). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

The Ahmedabad-based, CQPL incorporated in 1983 is promoted by Mr. Anang K. Shah and Mrs. Nayna A Shah. The company is engaged in the manufacturing and export of pigment intermediates (derivatives of Hydroquinone) i.e. Vinyl Sulphones and trading of polymers. The company acts as agent and consignment dealer for Indian Oil Corporation Limited's polymer products (polypropylene and polyethylene). It has also been trading in other polymer products such as LDPE and PVC grade since 2010. CQPL has three manufacturing plants located at Vatva Industrial Estate (Ahmedabad) with total installed capacity of 900 Metric Tonnes Per Annum (MTPA) for organic chemicals and 1500 MTPA for inorganic chemicals. The company derives around 55 percent of its revenue from manufacturing and remaining from trading activity.

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.

Acuité 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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 Rated Entity - Key Financials

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

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|------------------|---------------------------------|
| 20-Sep-2018 | Cash Credit | Long Term | 24.00 | ACUITE BBB- (Indicative) |
| | Cash Credit | Long Term | 33.00 | ACUITE BBB- (Indicative) |
| | Bank Guarantee | Short Term | 7.00 | ACUITE A3 (Indicative) |
| 13-Sep-2017 | Cash Credit | Long Term | 24.00 | ACUITE BBB- / Stable (Assigned) |
| | Cash Credit | Long Term | 33.00 | ACUITE BBB- / Stable (Assigned) |
| | Bank Guarantee | Short Term | 7.00 | ACUITE A3 (Assigned) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs.Cr.) | Ratings |
|------------------------|------------------|----------------|----------------|----------------------------|---|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 24.00 | ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 33.00 | ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating* |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 7.00 | ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating* |

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

Contacts

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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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