

Press Release

Adinath Industries

May 03, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 30.00 Cr. #
Long Term Rating	ACUITE BB Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) and short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) to the Rs. 30.00 crore bank facilities of Adinath Industries (AI). This rating is now an indicative rating and is based on best available information.

Adinath Industries (AI), incorporated in 1997, is a Delhi-based group led by Mr. Ashok Kumar Jain, Promoter, who has around three decades of experience in the rubber and plastic business. The group is engaged in the manufacturing of plastic and rubber components for railways and oil companies. The installed capacity stands at 30 lakhs pieces per year. The group procures raw material from Delhi, Kerala, Gujarat, Haryana, and Rajasthan and has a pan India presence.

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>
- Consolidation Of Companies- <https://www.acuite.in/view-rating-criteria-22.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 endeavoured 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)

None

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
26-Feb-2018	Cash Credit	Long Term	12.00	ACUITE BB / Stable (Reaffirmation)
	Term Loan	Long Term	0.30	ACUITE BB / Stable (Reaffirmation)
	Term Loan	Long Term	2.80	ACUITE BB / Stable (Reaffirmation)
	Term Loan	Long Term	5.50	ACUITE BB / Stable (Reaffirmation)
	Bank of Guarantee	Short Term	5.50	ACUITE A4+ (Reaffirmation)
	Letter of Credit	Short Term	3.50	ACUITE A4+ (Reaffirmation)
	Proposed Long Term Facility	Long Term	0.40	ACUITE BB / Stable (Reaffirmation)
12-04-2017	Cash Credit	Long Term	8.50	ACUITE BB / Stable (Reaffirmation)
	Term Loan	Long Term	0.58	ACUITE BB / Stable (Reaffirmation)
	Term Loan	Long Term	2.80	ACUITE BB / Stable (Reaffirmation)
	Letter of Credit	Short Term	3.50	ACUITE A4+ (Reaffirmation)
	Bank of Guarantee	Short Term	5.50	ACUITE A4+ (Reaffirmation)
08-02-2017	Cash Credit	Long Term	4.50	ACUITE BB / Issuer not cooperating*
	Term Loan	Long Term	0.72	ACUITE BB / Issuer not cooperating*
	Letter of Credit	Short Term	2.00	ACUITE A4+ / Issuer not cooperating*
	Bank of Guarantee	Short Term	4.50	ACUITE A4+ / Issuer not cooperating*
	Proposed Long Term Facility	Long Term	0.59	ACUITE BB / Issuer not cooperating*
27-10-2015	Cash Credit	Long Term	4.50	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	1.31	ACUITE BB / Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Assigned)
	Bank of Guarantee	Short Term	4.50	ACUITE A4+ (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	12.00	ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.80	ACUITE BB Issuer not co-operating*

Term Loan	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE BB Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE A4+ Issuer not co-operating*
Bank of Guarantee	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4+ Issuer not co-operating*
Proposed Long Term Facility	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE BB Issuer not co-operating*

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

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About Acuité Ratings & Research:

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