

Press Release

Aaditya Paptech Private Limited



December 12, 2019

Rating Withdrawn

| | |
|-------------------------------------|------------------------|
| Total Bank Facilities Rated* | Rs.50.00 Cr. |
| Long Term Rating | ACUITE BB+ (Withdrawn) |
| Short Term Rating | ACUITE A4+ (Withdrawn) |

*Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE BB+** (read as ACUITE double B plus) and short term rating of '**ACUITE A4+**' (read as ACUITE A four plus) on the Rs.50.00 crore bank facilities of Aaditya Paptech Private Limited (APPL).

The rating is being withdrawn on account of request received from the company and no due certificate received from the banker. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

Aaditya Paptech private Limited (APPL), a Gujarat-based company was incorporated in 2011 by Mr. Praveen Patel, Mr. Radheshyam Pokar, Mr. Yogeshkumar Pokar and Mr. Bhautikumar Patel. The company commenced operations in the manufacturing of duplex paper board in April, 2014 and has installed capacity of ~150 tons per day. Further, in FY2018, the company has started manufacturing of white craft liners.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of APPL to arrive at this rating.

About the Rated Entity - Key Financials

| | Unit | FY19 (Actual) | FY18 (Actual) |
|-------------------------------|---------|---------------|---------------|
| Operating Income | Rs. Cr. | 145.95 | 142.87 |
| PAT | Rs. Cr. | 7.32 | 4.96 |
| PAT Margin | (%) | 5.01 | 3.47 |
| Total Debt/Tangible Net Worth | Times | 0.68 | 0.95 |
| PBDIT/Interest | Times | 4.02 | 3.20 |

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

CRISIL, vide its press release dated November 12, 2018 had denoted the rating of Aaditya Paptech Private Limited as 'CRISIL B/Stable/CRISIL A4; ISSUER NOT-COOPERATING' on account of lack of adequate information required for monitoring of ratings.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-51.htm>

Note on complexity levels of the rated instrument
<https://www.acuite.in/criteria-complexity-levels.htm>
Rating History (Up to last three years)

| Date | Name of the Instrument/ Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|------------------|---------------------------------------|------------|---------------------|---|
| October 12, 2018 | Term Loan | Long Term | 10.50 | ACUITE BB+/Stable (Upgraded) |
| | Cash Credit | Long Term | 17.00 | ACUITE BB+/Stable (Upgraded) |
| | Proposed Cash Credit | Long Term | 10.50 | ACUITE BB+/Stable (Upgraded and Assigned) |
| | Letter of Credit | Short Term | 10.50 | ACUITE A4+ (Upgraded and Assigned) |
| | Bank Guarantee | Short Term | 1.50 | ACUITE A4+ (Upgraded) |
| October 10, 2017 | Term Loan | Long Term | 19.00 | ACUITE BB-/Stable (Assigned) |
| | Cash Credit | Long Term | 17.00 | ACUITE BB-/Stable (Assigned) |
| | Proposed Cash Credit | Long Term | 4.00 | ACUITE BB-/Stable (Assigned) |
| | Letter of Credit | Short Term | 8.50 | ACUITE A4 (Assigned) |
| | Bank Guarantee | Short Term | 1.50 | 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/Outlook |
|------------------------|---------------------|-------------------|-------------------|-----------------------------------|---------------------------|
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 10.50 | ACUITE BB+ (Withdrawn) |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 17.00 | ACUITE BB+ (Withdrawn) |

| | | | | | |
|--------------------------|----------------|----------------|----------------|-------|------------------------|
| Proposed Fund Facilities | Not Applicable | Not Applicable | Not Applicable | 10.50 | ACUITE BB+ (Withdrawn) |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 10.50 | ACUITE A4+ (Withdrawn) |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE A4+ (Withdrawn) |

Contacts

| Analytical | Rating Desk |
|---|---|
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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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