

## Press Release

R N Trading Co

February 05, 2019

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 9.00 Cr. #
<b>Long Term Rating</b>	ACUITE B Issuer not co-operating*

# Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs. 9.00 crore bank facilities of R N Trading Co (RNTC). This rating is now an indicative rating and is based on best available information.

RNTC was established in 2002 by Mr. Raj Kumar Agarwal to trade in plastic granules. From 2013, the firm began manufacturing plastic household goods and furniture (buckets, mugs, stools) at Kolkata, West Bengal with capacity of 160 tons per month. With plans to expand capacity further to 320 tons per month, the firm has set up a project at South 24 Parganas in West Bengal. The operations of which are expected to commence from January 2018. The firm procures raw materials (granules) from Haldia Petrochemicals Limited.

#### 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.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/criteria-fin-ratios.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

	Unit	FY17 (Provisional)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	12.24	16.27	10.55
EBITDA	Rs. Cr.	0.73	0.50	0.42
PAT	Rs. Cr.	0.08	0.08	0.07
EBITDA Margin	(%)	5.98	3.05	3.96
PAT Margin	(%)	0.69	0.50	0.65
ROCE (%)	(%)	12.31	11.60	12.32
Total Debt/Tangible Net Worth	Times	8.06	7.18	4.98
PBDIT/Interest	Times	1.61	2.00	2.08
Total Debt/PBDIT	Times	6.19	6.45	4.05
Gross Current Assets (Days)	Days	139	90	93

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

None

### Any other information

None

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
08-Dec-2017	Cash Credit	Long Term	2.00	ACUITE B / Stable (Assigned)
	Cash Credit	Long Term	5.50	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	1.50	ACUITE B / Stable (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	2.00	ACUITE B Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE B Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B 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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