

Press Release

Ideal Wovenplast Private Limited

December 28, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 10.00 Cr. #
Long Term Rating	ACUITE B+ 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 B+**' (read as **ACUITE B plus**) on the Rs. 10.00 crore bank facilities of Ideal Wovenplast Private Limited (IWPL). This rating is now an indicative rating and is based on best available information.

The Gujarat-based companies, Ideal Wovenplast Private Limited (IWPL) and Radiant Wovenplast Private Limited (RWPL) are part of the Ideal Group of companies. IWPL was incorporated in 2013 by Mr. Ankit Agarwal and Mr. Shubham Khetawat. The company is engaged in the manufacturing of plastic woven bags and sacks used in the packaging industry. The manufacturing facility is located at Surat (Gujarat) with installed capacity of 25 tonnes per annum. The current utilisation is around 70 percent.

The other group company, RWPL was incorporated in 2016. Promoted by Mr. Ankit Agarwal and Mr. Shubham Khetawat, it manufactures plastic woven bags and sacks used in the packaging industry. The manufacturing facility located at Surat has installed capacity of 30 tonnes per annum.

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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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

	Unit	FY17 (Provisional)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	25.73	19.07	2.31
EBITDA	Rs. Cr.	2.48	1.89	0.25
PAT	Rs. Cr.	0.29	0.08	-0.48
EBITDA Margin	(%)	9.64	9.91	10.85
PAT Margin	(%)	1.12	0.43	-20.96
ROCE (%)	(%)	9.59	8.54	0.89
Total Debt/Tangible Net Worth	Times	1.44	2.88	2.88
PBDIT/Interest	Times	1.90	2.07	1.77
Total Debt/PBDIT	Times	4.71	5.87	33.98
Gross Current Assets (Days)	Days	128	131	533

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

None

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
15-Dec-2017	Cash Credit	Long Term	3.50	ACUITE B+ / Stable (Assigned)
	Term Loan	Long Term	5.96	ACUITE B+ / Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.54	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	3.50	ACUITE B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	5.96	ACUITE B+ Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	0.54	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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