# Press Release

**Radiant Wovenplast Private Limited**

January 09, 2019

**Rating Withdrawn**

| **Total Bank Facilities Rated*** | Rs. 11.00 Cr. |
|---|---|
| **Long Term Rating** | ACUITE B/Stable (Withdrawn) |

** Refer Annexure for details*

**Rating Rationale**

Acuité has withdrawn long-term rating of '**ACUITE B**' **(read as ACUITE B)** to the Rs. 11.00 crore bank facilities of Radiant Wovenplast Private Limited (RWPL).

The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

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 per cent. The other group company, Radiant Wovenplast Private Limited (RWPL) was incorporated in 2016.

RWPL was promoted by Mr. Ankit Agarwal and Mr. Shubham Khetawat. The company is engaged in manufacture of plastic woven bags and sacks used in the packaging industry. The manufacturing facility located at Surat has installed capacity of 30 tonnes per annum.

## Analytical Approach

Acuité has considered the consolidated business and financial risk profile of Ideal Wovenplast Private limited and Radiant Wovenplast Private Limited to arrive at the rating.

## 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

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/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

**Note on complexity levels of the rated instrument**
https://www.acuite.in/criteria-complexity-levels.htm

## Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|---|---|---|---|---|
| 28-Dec-2018 | Cash Credit | Long Term | 3.50 | ACUITE B (Indicative) |
| | Term Loan | Long Term | 7.49 | ACUITE B (Indicative) |
| | Proposed Bank Facility | Long Term | 0.01 | ACUITE B (Indicative) |
| 21-Dec-2017 | Cash Credit | Long Term | 3.50 | ACUITE B / Stable (Assigned) |
| | Term Loan | Long Term | 7.49 | ACUITE B / Stable (Assigned) |
| | Proposed Bank Facility | Long Term | 0.01 | 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/Outlook |
|---|---|---|---|---|---|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 3.50 | ACUITE B /Stable (Withdrawn) |
| Term loans | Not Applicable | Not Applicable | Not Applicable | 7.49 | ACUITE B /Stable (Withdrawn) |
| Proposed Long Term Bank Facility | Not Applicable | Not Applicable | Not Applicable | 0.01 | ACUITE B/Stable (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.