



Press Release

United Polyfab Gujarat Limited

February 09, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 140.00 crore
Long Term Rating	ACUITE BB (Downgraded; Issuer not co-operating)
Short Term Rating	ACUITE A4 (Downgraded; Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB**' (**read as ACUITE double B**) from '**ACUITE BB+**' (**read as ACUITE double B plus**) and the short term rating to '**ACUITE A4**' (**read as ACUITE A four**) from '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 140.00 crore bank facilities of United Polyfab Gujarat Limited (UPGL). The rating is on account of the best available information.

UPGL, an Ahmedabad-based company incorporated in 2010, was promoted by Mr. Mittal and family. The company is engaged in the manufacturing of grey cloth fabric and job work activity. The company sells its products to local textile manufacturers and traders in the domestic market. The raw materials (i.e. cotton yarn, synthetic yarn and others) are procured from the local market.

About the Group

Based in Ahmedabad, Vinod group (VG) was established in the year 1983. The group is engaged in spinning, weaving, processing and trading of textile products. The group provides diversified products including yarn, grey fabric and denim fabric, to name a few. The group comprises of seven companies which comprises of Vinod Denim Limited (VDL), Vinod Fabrics Private Limited (VFPL), United Polyfab Private Limited (UPPL), United Polyfab Gujarat Limited (UPGL), Vinod Spinners Private Limited (VSPL), Vinod Cottfab Private Limited (VCFPL) and United Techfab Private Limited (UTPL) in the textile division. The group is promoted by Mittal family and has presence of over three decades in the textile industry. Further, VG is having presence in various industries including textile industry, education sector and real estate.

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 the due date.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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 endeavored 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.

Liquidity Indicators- "No information provided by the issuer / available for Acuité to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuité to comment upon."

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)

Not applicable

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 (Up to last three years)

Date	Name of the instrument/ facilities	Term	Amount (Rs. Cr.)	Ratings/ Outlook
November 15, 2019	Cash Credit	Long-term	2.00	ACUITE BB+/ Stable (Downgraded)
	Cash Credit	Long-term	7.00	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	7.10	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	4.66	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	23.65	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	27.37	ACUITE BB+/ Stable (Downgraded)
	Cash Credit	Long-term	5.00	ACUITE BB+/ Stable (Downgraded)

	Term Loans	Long-term	6.89	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	3.17	ACUITE BB+/ Stable (Downgraded)
	Cash Credit	Long-term	6.00	ACUITE BB+/ Stable (Downgraded)
	Term Loans	Long-term	14.22	ACUITE BB+/ Stable (Downgraded)
	Bank Guarantee	Short-term	4.00	ACUITE A4+ (Downgraded)
	Bank Guarantee	Short-term	1.50	ACUITE A4+ (Downgraded)
	Proposed Long-Term facility	Long-term	27.44	ACUITE BB+/ Stable (Downgraded)
March 28, 2019	Cash Credit	Long-term	2.00	ACUITE BBB-/ Stable (Reaffirmed)
	Cash Credit	Long-term	7.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	7.10	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	4.66	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	23.65	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	27.37	ACUITE BBB-/ Stable (Reaffirmed)
	Cash Credit	Long-term	5.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	6.89	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long-term	3.17	ACUITE BBB-/ Stable (Reaffirmed)
	Cash Credit	Long-term	6.00	ACUITE BBB-/ Stable (Reaffirmed)

	Term Loans	Long-term	14.22	ACUITE BBB-/ Stable (Reaffirmed)
	Bank Guarantee	Short-term	4.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short-term	1.50	ACUITE A3 (Reaffirmed)
	Proposed Long-Term facility	Long-term	27.44	ACUITE BBB-/ Stable (Reaffirmed)
January 16, 2019	Term Loans	Long-term	19.65	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	29.00	ACUITE BBB- Issuer not co-operating*
	Cash Credit	Long-term	6.00	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	14.00	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	9.00	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	25.06	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	10.80	ACUITE BBB- Issuer not co-operating*
	Cash Credit	Long-term	5.00	ACUITE A3 Issuer not co-operating*
	Bank Guarantee	Short-term	1.22	ACUITE A3 Issuer not co-operating*
	Proposed Long-Term facility	Long-term	5.33	ACUITE BBB- Issuer not co-operating*
	Cash Credit	Long-term	2.00	ACUITE BBB- Issuer not co-operating*
	Bank Guarantee	Short-term	4.00	ACUITE A3 Issuer not co-operating*
	Cash Credit	Long-term	4.00	ACUITE BBB- Issuer not co-operating*
	Term Loans	Long-term	4.94	ACUITE BBB- Issuer not co-operating*
January 02, 2018	Term Loans	Long-term	19.65	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long-term	29.00	ACUITE BBB-/ Stable (Assigned)
	Cash Credit	Long-term	6.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long-term	14.00	ACUITE BBB-/ Stable (Assigned)

	Term Loans	Long-term	9.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long-term	25.06	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long-term	10.80	ACUITE BBB-/ Stable (Assigned)
	Cash Credit	Long-term	5.00	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short-term	1.22	ACUITE A3 (Assigned)
	Proposed Long-Term facility	Long-term	5.33	ACUITE BBB-/ Stable (Assigned)
	Cash Credit	Long-term	2.00	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short-term	4.00	ACUITE A3 (Assigned)
	Cash Credit	Long-term	4.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long-term	4.94	ACUITE BBB-/ 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	2.00	ACUITE BB (Downgraded; Issuer not-cooperating*)
Cash Credit	Not applicable	Not applicable	Not applicable	7.00	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	7.10	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	4.66	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	23.65	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	27.37	ACUITE BB (Downgraded; Issuer not-cooperating*)

Cash Credit	Not applicable	Not applicable	Not applicable	5.00	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	6.89	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	3.17	ACUITE BB (Downgraded; Issuer not-cooperating*)
Cash Credit	Not applicable	Not applicable	Not applicable	6.00	ACUITE BB (Downgraded; Issuer not-cooperating*)
Term Loans	Not available	Not applicable	Not available	14.22	ACUITE BB (Downgraded; Issuer not-cooperating*)
Bank Guarantee	Not applicable	Not applicable	Not applicable	4.00	ACUITE A4 (Downgraded; Issuer not-operating*)
Bank Guarantee	Not applicable	Not applicable	Not applicable	1.50	ACUITE A4 (Downgraded; Issuer not-operating*)
Proposed Long-Term facility	Not applicable	Not applicable	Not applicable	27.44	ACUITE BB (Downgraded; Issuer not-cooperating*)

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About Acuité Ratings & Research:

Acuité Ratings & Research 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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