



Press Release

United Polyfab Gujarat Limited

May 11, 2022

Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	134.50	ACUITE BB- Downgraded Issuer not co-operating*	-
Bank Loan Ratings	5.50	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	140.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and has Reaffirmed the short-term rating of '**ACUITE A4**' (read as **ACUITE A Four**) on the Rs. 140.00 crore bank facilities of United Polyfab Gujarat Limited (UPGL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded and Reaffirmed on account of information risk.

About the Company

UPGL, an Ahmedabad-based company incorporated in 2005, was promoted by Mr. Mittal and family. The company is engaged in the manufacturing of grey denim fabric. It undertakes job work for its group company, Vinod Denim Limited. The job work contributes around 22.00 percent with the remaining 78.00 percent derived from manufacturing and trading activities. The company purchases raw material - cotton yarn from the local market and sells its grey fabric to local traders.

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 Cotfab 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:

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

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.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

No information provided by the issuer / available for Acuité to comment upon.

Material Covenants

None

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Brickworks, vide its press release dated November 08, 2021 had denoted the long term rating of United Polyfab Gujarat Ltd. as 'BWR BB/Stable Downgraded/ISSUER NOT COOPERATING' and short term rating as 'BWR A4 Downgraded/ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, stood at 'BWR BB+/Stable Reassignment on standalone basis and removal from INC' and 'BWR A4+ Reassignment on standalone basis and removal from INC' vide its press release dated September 07, 2020.

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

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Feb 2021	Bank Guarantee	Short Term	1.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	6.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	27.44	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	4.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	5.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	23.65	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	27.37	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	6.89	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	4.66	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.17	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	14.22	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	7.10	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE BB (Downgraded and Issuer not co-operating*)
15 Nov 2019	Term Loan	Long Term	6.89	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Proposed Bank Facility	Long Term	27.44	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Term Loan	Long Term	27.37	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Bank Guarantee	Short Term	1.50	ACUITE A4+ (Downgraded from ACUITE A3)
	Term Loan	Long Term	14.22	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Cash Credit	Long Term	7.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Term Loan	Long Term	4.66	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Cash Credit	Long Term	2.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Bank Guarantee	Short Term	4.00	ACUITE A4+ (Downgraded from ACUITE A3)
	Term Loan	Long Term	23.65	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Cash Credit	Long Term	5.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Term Loan	Long Term	3.17	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
		Long		ACUITE BB+ Stable (Downgraded from

	Cash Credit	Term	6.00	ACUITE BBB- Stable)
	Term Loan	Long Term	7.10	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
28 Mar 2019	Cash Credit	Long Term	7.00	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	3.17	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	6.00	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	6.89	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	2.00	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	23.65	ACUITE BBB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	4.00	ACUITE A3 (Reaffirmed)
	Proposed Bank Facility	Long Term	27.44	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	7.10	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	14.22	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	4.66	ACUITE BBB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	1.50	ACUITE A3 (Reaffirmed)
	Term Loan	Long Term	27.37	ACUITE BBB- Stable (Reaffirmed)
16 Jan 2019	Term Loan	Long Term	19.65	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	29.00	ACUITE BBB- (Issuer not co-operating*)
	Cash Credit	Long Term	6.00	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	14.00	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	9.00	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	25.06	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	10.80	ACUITE BBB- (Issuer not co-operating*)
	Cash Credit	Long Term	5.00	ACUITE BBB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.22	ACUITE A3 (Issuer not co-operating*)
	Proposed Long Term Loan	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 Loan	Long Term	4.94	ACUITE BBB- (Issuer not co-operating*)
02 Jan 2018	Cash Credit	Long Term	2.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	4.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	10.80	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	4.94	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	25.06	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	29.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	19.65	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	9.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	6.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	14.00	ACUITE BBB- Stable (Assigned)
	Bank Guarantee	Short Term	4.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	1.22	ACUITE A3 (Assigned)
	Proposed Long Term Loan	Long Term	5.33	ACUITE BBB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	27.44	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	14.22	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Punjab							ACUITE BB- Downgraded Issuer not

National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	6.89	co-operating* (from ACUITE BB)
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.17	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	7.10	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	4.66	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	23.65	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	27.37	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)

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