

Press Release

Vasani Polymers Private Limited



February 14, 2020

Rating Update

Total Bank Facilities Rated*	Rs.17.20 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB+/Stable) Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has downgraded the long term rating to '**ACUITE BB- (read as ACUITE double B minus)**' from '**ACUITE BB+ (read as ACUITE double B plus)**' on the Rs.17.20 crore bank facilities of Vasani Polymers Private Limited. The rating downgrade is on account of information risk.

VPPL, incorporated in 2010 by Directors, Mr. Mahesh Patel and Mr. Pravin Patel is engaged in manufacturing of pipes (including PVC, SWR, column, casing) of various sizes ranging from 20mm to 400mm with pressure capacity of 0.5 KPa to 10 KPa (KiloPascal) at Talod (Gujarat). The installed capacity stands at 20,000 MTPA. The products are sold under 'Jaldhara', 'Sujlam' and 'Vasani' brand names and widely used in agriculture, irrigation, water distribution among others.

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/view-rating-criteria-17.htm>
- Entities in Manufacturing sector - <https://www.acuite.in/view-rating-criteria-59.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

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

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
December 07, 2018	Term Loan	Long Term	2.35	ACUITE BB+/Stable (Reaffirmed)
	Cash Credit	Long Term	14.00*	ACUITE BB+/Stable (Reaffirmed)
	Proposed Long term Facility	Long Term	0.85	ACUITE BB+/Stable (Assigned)
January 08, 2018	Term Loan	Long Term	3.20	ACUITE BB+/Stable (Assigned)
	Cash Credit	Long Term	14.00*	ACUITE BB+/Stable (Assigned)

*Includes Sublimit of Bank Guarantee to the extent of Rs.3.50 crore

*Includes sublimit of FLC/ILC to the extent of Rs.3.50 Crore

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.35	ACUITE BB- (Downgraded from ACUITE BB+/Stable) (Issuer Not Co-operating)*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.00*	ACUITE BB- (Downgraded from ACUITE BB+/Stable) (Issuer Not Co-operating)*
Proposed Long term Facility	Not Applicable	Not Applicable	Not Applicable	0.85	ACUITE BB- (Downgraded from ACUITE BB+/Stable) (Issuer Not Co-operating)*

*The issuer did not co-operate; based on best available information

*Includes Sublimit of Bank Guarantee to the extent of Rs.3.50 crore

*Includes sublimit of FLC/ILC to the extent of Rs.3.50 Crore

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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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