

Press Release

Unitech International Limited

March 09, 2023



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	20.00	ACUITE C Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	20.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	40.00	-	-

Rating Rationale

Acuite has reaffirmed the long term-rating of '**ACUITE C**' (read as **ACUITE C**) and short term rating of **ACUITE A4** (read as **ACUITE A Four**) on the Rs.40.00 crore bank facilities of Unitech International Limited (UIL). The rating continues to be flagged as 'Issuer Not Cooperative' and is based on best available information.

About the Company

Mumbai based Unitech International Limited (UIL), incorporated as a public limited company in 1994, is engaged in the trading of engineering polymers, co-polymers, compound polymer and ferrous and non-ferrous metals. These are used as raw material for making alloy steel products. UIL sells its products to auto parts manufacturing companies, surgical equipment manufacturing companies among others in Maharashtra. The company has begun manufacturing of plastic polymer and regenerated monomer from June, 2017 at Thane and Silvassa. At present the directors of the company are Mr. Deepak Vadilal Kothari, Mr. Palsi Nadersha Bhathena, Mr. Joseph Kuriakose Mathoor, Mrs. Grace Jose Mathoor and Mr. Thomas Joseph and Mr. Rohaan Palsi Bhathena.

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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 ratings is based.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	24.99	25.78
PAT	Rs. Cr.	(0.25)	(0.27)
PAT Margin	(%)	(0.99)	(1.04)
Total Debt/Tangible Net Worth	Times	2.31	2.67
PBDIT/Interest	Times	1.63	1.34

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuite is yet to receive 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>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general

understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Dec 2021	Letter of Credit	Short Term	12.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	7.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Cash Credit	Long Term	7.50	ACUITE C (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	12.50	ACUITE C (Downgraded and Issuer not co-operating*)
02 Jan 2020	Letter of Credit	Short Term	12.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.50	ACUITE BB (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	7.50	ACUITE BB (Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	7.50	ACUITE A4+ (Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Bank of Maharashtra	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	12.50	ACUITE C Reaffirmed Issuer not co- operating*
Bank of Maharashtra	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	12.50	ACUITE A4 Reaffirmed Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	7.50	ACUITE C Reaffirmed Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	7.50	ACUITE A4 Reaffirmed Issuer not co- operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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