

Press Release

Kamal Timbers India Private Limited

October 20, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 31.00 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and review the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 31.00 crore bank facilities of Kamal Timbers India Private Limited (KTPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

KTPL was established as a proprietorship firm in 1991 under the name of 'Kamal timbers and Lotus Timber & Plywood' and later in 2005 was converted to a private limited entity by Mr. Kamal Chawla and Mrs. Alka Chawla. The company is engaged in the processing and trading of timber. KTPL imports timber from South East Asian countries such as Singapore, Malaysia, Hong Kong, New Zealand and South Carolina and processes it in its sawmills. KTPL has three units at Haryana, Gujarat and New Delhi.

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.

Acuité 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 continues to be 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-52.htm>
- Manufacturing Entities - <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 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 Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite 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)

None

Any other information

Acuite 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 Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
23-Jul-2020	Cash Credit	Long Term	6.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
	Letter of Credit	Short Term	25.00	ACUITE A4+ Issuer not co-operating*
26-Apr-2019	Cash Credit	Long Term	6.00	ACUITE BB+ Issuer not co-operating*
	Letter of Credit	Short Term	25.00	ACUITE A4+ Issuer not co-operating*
15-Feb-2018	Cash Credit	Long Term	6.00	ACUITE BB+/Stable (Assigned)
	Letter of Credit	Short Term	25.00	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Lenders name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Corporation Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Corporation Bank	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4+ Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Rohan Gambhir Analyst - Rating Operations Tel: 011-49731305 Rohan.gambhir@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

About Acuite Ratings & Research:

Acuite 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 8,850 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 Kanjurmarg, Mumbai.

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