

Press Release

Dugar Polymers Limited

December 01, 2021



Rating Downgraded and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.50	5.50		ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	38.50	38.50	ACUITE B+ Downgraded Issuer not co-operating*	
Total	-	44.00	-	-

Rating Rationale

Acuité has downgraded the long term rating to 'ACUITE B+' (read as ACUITE B plus) from 'ACUITE BB-' (read as ACUITE double B minus) and short term rating to 'ACUITE A4' (read as ACUITE A four) from 'ACUITE A4+' (read as ACUITE A four plus) on the Rs. 44.00 crore bank facilities of Dugar Polymers Limited (DPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

DPL was incorporated in the year of 2003 and promoted by Mr. Manoj Kumar Dugar, Mr. Rajesh Kumar Dugar. DPL is primarily into manufacturing of plastic sheets, plastic bars, PVC compound, stretch films etc. These products find various industrial applications like partition, linings, flooring, roofs and cable compound. DPL has three manufacturing facilities out of which, two are located at Dadra & Nagra Haveli and one is located in Surat with an overall installed production capacity of 1200 metric tonnes per month. DPL also functions as a Del Credere Agent (DCA) for Indian Oil Corporation Limited with respect to the sale of polymer products, situated at Hyderabad. The agency division commenced its operations from the year 2011. DPL caters to the customer throughout the country on the basis of its strong marketing team in each of the four zones.

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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Manufacturing Entities: <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 creditrating 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

None

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

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Sep 2020	Cash Credit	Long Term	15.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.49	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	3.16	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.85	ACUITE BB- (Downgraded and Issuer not co-operating*)
07 Jun 2019	Proposed Bank Facility	Long Term	3.16	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	1.49	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.85	ACUITE BB (Issuer not co-operating*)

28 May 2018	Cash Credit	Long Term	15.00	ACUITE BB Stable (Assigned)
	Cash Credit	Long Term	18.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.85	ACUITE BB Stable (Assigned)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Assigned)
	Term Loan	Long Term	1.49	ACUITE BB Stable (Assigned)
	Proposed Bank Facility	Long Term	3.16	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	0.50	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	5.00	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	18.00	18.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	15.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.16	3.16	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.85	0.85	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	1.49	1.49	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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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 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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