

Press Release

Prashant Trading Co

February 02, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.50	ACUITE B+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	5.50	-	ACUITE A4 Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	6.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 6.00 crore bank facilities of Prashant Trading Co(PTC). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

PTC based at Mumbai was established in 1974 by Mr. Dalichand Sanghvi and Mr. Vrajilal Sheth as a partnership firm. Since 1980, the firm is managed and controlled by Mr. Kirit Dalichand Sanghvi and Mr. Kamlesh Vrajilal Sheth. The firm is a trader of float glass and industrial chemicals, which it imports from Iran, China, Malaysia and sells in the domestic market. The firm also trades in cocoa butter, which it procures from Malaysia and sells in European countries.

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 continues to be 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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite 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 Acuite to comment upon."

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

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.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
03 Nov 2020	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	0.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
10 Aug 2019	Cash Credit	Long Term	0.50	ACUITE BB (Issuer not co-operating*)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
01 Jun 2018	Cash Credit	Long Term	0.50	ACUITE BB Stable (Assigned)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)

Contacts

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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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