

Press Release

Ratnakala Exports Private Limited

December 12, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 116.88 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE A-) 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 of Ratnakala Exports Private Limited (REPL) to '**ACUITE BB+** (read as ACUITE double B plus) from '**ACUITE A-**' (read as ACUITE A minus). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Ratnakala Exports (RE) was established in 1985 as a proprietorship concern by Mr. Ranchhodhbhai Detroja which was later converted into partnership firm in 1995. Later in 2009 Ratnakala Exports Private Limited (REPL) was incorporated to take over the running operations of RE. The company is engaged in the business of cutting and polishing of diamonds. REPL has its registered office in Mumbai and two factories in Gujarat.

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.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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.

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)

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
30-Jul-2019	Packing credit / Post shipment credit	Long Term	10.00	ACUITE A- (Indicative)
	Post shipment credit#	Long Term	21.00	ACUITE A- (Indicative)
	Packing credit / Post shipment credit##	Long Term	28.00	ACUITE A- (Indicative)
	Export packing credit	Long Term	21.00	ACUITE A- (Indicative)
	Post shipment credit	Long Term	30.00	ACUITE A- (Indicative)
	Proposed bank facility	Long Term	6.88	ACUITE A- (Indicative)
19-Jun-2018	Packing credit / Post shipment credit	Long Term	10.00	ACUITE A- / Stable (Assigned)
	Post shipment credit#	Long Term	21.00	ACUITE A- / Stable (Assigned)
	Packing credit / Post shipment credit##	Long Term	28.00	ACUITE A- / Stable (Assigned)
	Export packing credit	Long Term	21.00	ACUITE A- / Stable (Assigned)
	Post shipment credit	Long Term	30.00	ACUITE A- / Stable (Assigned)
	Proposed bank facility	Long Term	6.88	ACUITE A- / Stable (Assigned)

Contains sublimit of Export Packing Credit to the extent of Rs. 11.00 crore and Bill discounting to the extent of Rs. 10.00 crore

Contains sublimit of Packing Credit to the extent of Rs. 11.00 crore Bill Discounting to the extent of Rs. 8.00 crore

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Packing credit / Post shipment credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Post shipment credit#	Not Applicable	Not Applicable	Not Applicable	21.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Packing credit / Post shipment credit##	Not Applicable	Not Applicable	Not Applicable	28.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Export packing credit	Not Applicable	Not Applicable	Not Applicable	21.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Post shipment credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Proposed bank facility	Not Applicable	Not Applicable	Not Applicable	6.88	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*

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

Contacts

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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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