



Press Release

Indian Acrylics Limited (IAL)

August 06, 2019

Rating Withdrawn

Total Bank Facilities Rated*	Rs. 324.09 crore
Long Term Rating	ACUITE BB- (Issuer not co-operating; Withdrawn)
Short Term Rating	ACUITE A4 (Issuer not co-operating; Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 324.09 crore bank facilities of INDIAN ACRYLICS LIMITED (IAL). The outlook is '**Stable**'.

The rating is withdrawn on account of request received from the company and NOC received from the banker.

Indian Acrylics Limited (IAL) was incorporated in 1986, as a Joint Venture between the current promoters and PSIDC (Punjab State Industrial Development Corporation). Indian Acrylics Limited (IAL) is engaged in the manufacturing of Acrylic Fibre and Acrylic Yarn at its 120 acres manufacturing facilities located at Sangrur in Punjab. The company has an installed capacity of 42,000 MT for Acrylic Fibre and 9100 MT for Acrylic Yarn.

Analytical Approach

Acuite has considered the standalone business and financial risk profile of IAL to arrive at the rating.

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Entities in Manufacturing Sector– <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.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). 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.

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
June 26, 2018	Cash Credit	Long Term	17.50	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	21.24	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	11.60	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	30.00	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	12.00	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	10.00	ACUITE BB-/ Stable (Assigned)
	Term loans	Long Term	20.00	ACUITE BB-/ Stable (Assigned)
	Cash Credit	Long Term	5.25	ACUITE BB-/ Stable (Assigned)
	Cash Credit	Long Term	4.25	ACUITE BB-/ Stable (Assigned)
	Cash Credit	Long Term	3.00	ACUITE BB-/ Stable (Assigned)
	Letter of credit	Short Term	114.00	ACUITE A4 (Assigned)
	Letter of credit	Short Term	29.25	ACUITE A4 (Assigned)
	Bank guarantee	Short Term	0.25	ACUITE A4 (Assigned)
	Bank guarantee	Short Term	0.25	ACUITE A4 (Assigned)
	Bank guarantee	Short Term	0.50	ACUITE A4 (Assigned)

	Letter of credit	Short Term	45.00	ACUITE A4 (Assigned)
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***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not applicable	Not applicable	Not applicable	17.50	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	21.24	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	11.60	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	30.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	12.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	10.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Term loans	Not applicable	Not applicable	Not applicable	20.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Cash Credit	Not applicable	Not applicable	Not applicable	5.25	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Cash Credit	Not applicable	Not applicable	Not applicable	4.25	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Cash Credit	Not applicable	Not applicable	Not applicable	3.00	ACUITE BB- (Withdrawn; Issuer not co-operating*)
Letter of credit	Not applicable	Not applicable	Not applicable	114.00	ACUITE A4 (Withdrawn; Issuer not co-operating*)
Letter of credit	Not applicable	Not applicable	Not applicable	29.25	ACUITE A4 (Withdrawn; Issuer not co-operating*)
Bank guarantee	Not applicable	Not applicable	Not applicable	0.25	ACUITE A4 (Withdrawn; Issuer not co-operating*)
Bank guarantee	Not applicable	Not applicable	Not applicable	0.25	ACUITE A4 (Withdrawn; Issuer not co-operating*)
Bank guarantee	Not applicable	Not applicable	Not applicable	0.50	ACUITE A4 (Withdrawn; Issuer not co-operating*)

					co-operating*)
Letter of credit	Not applicable	Not applicable	Not applicable	45.00	ACUITE A4 (Withdrawn; Issuer not co-operating*)

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

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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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