

## Press Release

### Madras Chemicals and Polymers

February 10, 2020



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 14.00 Cr. #
<b>Long Term Rating</b>	ACUITE BB- (Downgraded from ACUITE BB) 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**) on the Rs. 14.00 crore bank facilities of Madras Chemicals and Polymers. The rating downgrade is on account of information risk. This rating is now an indicative rating and is based on best available information.

The Chennai based, MCP was established in 1997. It is engaged in wholesale distribution of chemicals such as Caustic Soda Lye, Flakes, Hydrochloric Acid and PVC Resins for Chemplast Sanmar Limited in North Tamil Nadu and Pondicherry region. It also acts as a del credere agent for Chemplast Sanmar Limited.

#### **Analytical Approach**

Acuité has considered the standalone business and financial risk profiles of MCP to arrive at this rating.

#### **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.

This rating is therefore being 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-17.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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 endeavoured 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 attempts.

#### **Status of non-cooperation with previous CRA (if applicable)**

Not applicable

#### **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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
03-Dec-2018	Channel/Dealer/Vendor Financing	Long Term	14.00	ACUITE BB/ Stable (Assigned)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Channel/Dealer/ Vendor Financing	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*

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

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### About Acuité Ratings & Research:

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