

Press Release

Gopala Polyplast Limited

July 27, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 84.00 Cr. #
Long Term Rating	ACUITE D (Issuer not co-operating*)
Short Term Rating	ACUITE D (Issuer not co-operating*)

Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE D**' (**read as ACUITE D**) and short term rating of '**ACUITE D**' (**read as ACUITE D**) on the Rs. 84.00 crore bank facilities of Gopala Polyplast Limited (GPPL). This rating is now an indicative rating and is based on the best available information.

GPPL, established in 1984, is based at Ahmedabad (Gujarat). The company manufactures polypropylene/high-density polyester woven sacks, which are used in cement packaging and is also engaged in manufacturing of woven labels, which are fitted onto readymade garments. GPPL has two finishing units located at Abu Road (Rajasthan) and Silvassa (Dadra). The company has an installed capacity of 18210 MTPA in its woven sacks division and 14 weaving looms in its label division. The company also has a 1.024 MW natural gas-based captive power plants.

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 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-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	188.25	266.95
PAT	Rs. Cr.	(89.01)	7.09
PAT Margin	(%)	(47.28)	2.66
Total Debt/Tangible Net Worth	Times	(1.23)	2.65
PBDIT/Interest	Times	(5.25)	2.14

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

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
10-May-2019	Cash Credit	Long Term	54.00	ACUITE D (Downgraded from ACUITE BB)
	Term loans	Long Term	17.70	ACUITE D (Downgraded from ACUITE BB)
	Letter of Credit	Short Term	6.00	ACUITE D (Downgraded from ACUITE A4+)
	Bank guarantee	Short Term	1.50	ACUITE D (Downgraded from ACUITE A4+)
	Proposed Facility	Short Term	4.80	ACUITE D (Downgraded from ACUITE A4+)
04-Dec-2018	Cash Credit	Long Term	54.00	ACUITE BB/ Stable (Assigned)
	Term loans	Long Term	17.70	ACUITE BB/ Stable (Assigned)
	Letter of Credit	Short Term	6.00	ACUITE A4+ (Assigned)
	Bank guarantee	Short Term	1.50	ACUITE A4+ (Assigned)
	Proposed Facility	Short Term	4.80	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	54.00	ACUITE D (Issuer not co-operating*)
Term loans	Not Applicable	Not Applicable	Not Applicable	17.70	ACUITE D (Issuer not co-operating*)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D (Issuer not co-operating*)
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE D (Issuer not co-operating*)
Proposed Facility	Not Applicable	Not Applicable	Not Applicable	4.80	ACUITE D (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 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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