

Press Release

Ruchira Packaging Product Private Limited

November 27, 2020

Rating Withdrawn



Total Bank Facilities Rated*	Rs.7.00 Cr.
Long Term Rating	ACUITE BB- Withdrawn; Issuer Not Co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE BB-' (read as ACUITE double B minus)** on the Rs.7.00 crore bank facilities of Ruchira Packaging Product Private Limited (RPPPL).

The rating is being withdrawn on account of request received from the company and NDC received from the banker and is in accordance with Acuité's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information.

RPPPL was incorporated in 1999 by Mr. Umesh Garg with his three sons. RPPPL is engaged in manufacturing of core pipe. The manufactured portfolio has applications in poly film industry, paper industry and textile industry. RPPPL has manufacturing unit located in Kala Amb (Himachal Pradesh) with an installed capacity of 8000 MT per year. The utilisation is approximately 85 percent.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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 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 attempts.

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

CRISIL vide its press release dated March 12, 2020 has denoted Ruchira Packaging Product Private Limited as 'CRISIL B+/Stable/Issuer Not Co-operating'.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25-Feb-2020	Cash Credit	Long Term	4.50	ACUITE BB- (Downgraded from ACUITE BB/Stable and Issuer Not Co-operating)
	Term Loan	Long Term	2.50	ACUITE BB- (Downgraded from ACUITE BB/Stable and Issuer Not Co-operating)
08-Feb-2019	Term Loan	Long Term	2.50	ACUITE BB/Stable (Assigned)
	Cash Credit	Long Term	4.50	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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB- Withdrawn; Issuer Not Co-operating
Term loans	Not Available	Not Applicable	Not Available	2.50	ACUITE BB- Withdrawn; Issuer Not Co-operating

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About Acuite Ratings & Research:

Acuite 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 8,440 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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