

Press Release

Royal Touch Fablon Private Limited

September 03, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 100.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgrade and Issuer non-cooperating *)
Short Term Rating	ACUITE A4+ (Downgrade and Issuer non-cooperating *)

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 Plus**) from '**ACUITE BBB**' (read as **ACUITE Triple B**) and short term to '**ACUITE A4+ (read as ACUITE A four Plus)**' from '**ACUITE A3+ (read as ACUITE A three plus)**' on the Rs. 100.00 crore bank facilities of Royal Touch Fablon Private Limited (RTFL). This rating is now an indicative rating and is based on the best available information.

RTFL is a Kolkata based company incorporated in 1999. The company is engaged in manufacturing of high density polyethylene (HDPE), low-density polyethylene (LDPE) and polypropylene (PP) woven bags, and flexible intermediate bulk containers (FIBC)/ jumbo bags. The company is promoted by the Kandoi family and the operations are currently managed by Mr. Vikas Kandoi and Mr. Prakash Kandoi. The company has five manufacturing facilities located at West Bengal and Raipur with an annual installed capacity of 30,000 MT.

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.

Liquidity Indicators

No information provided by the issuer / available for Acuite to comment upon

Rating Sensitivity

No information provided by the issuer / available for Acuite to comment upon.

Material Covenants

Not available

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios and Adjustments- <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

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)

None

Any other information

Acuité is yet to receive the latest information 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
11 June 2020	Cash Credit	Long Term	31.50	ACUITE BBB/ Stable (Reaffirmed)
	Cash Credit	Long Term	15.50	ACUITE BBB/ Stable (Reaffirmed)
	Term Loan	Long Term	0.35	ACUITE BBB/ Stable (Reaffirmed)
	Overdraft	Long Term	10.00	ACUITE BBB/ Stable (Assigned)
	Proposed Bank Facility	Long Term	22.65	ACUITE BBB/ Stable (Reaffirmed)
	Letter of Credit	Short Term	3	ACUITE A3+ (Reaffirmed)
	Bank Guarantee	Short Term	3	ACUITE A3+ (Reaffirmed)
	Bank Guarantee	Short Term	6	ACUITE A3+ (Reaffirmed)
	Proposed Bank facility	Short Term	8	ACUITE A3+ (Reaffirmed)
14 March 2019	Cash Credit	Long Term	31.50	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long Term	25.50	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	2.75	ACUITE BBB/ Stable (Assigned)
	Proposed Bank Facility	Long Term	20.25	ACUITE BBB/ Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short Term	3.00	ACUITE A3+ (Assigned)
	Bank Guarantee	Short Term	6	ACUITE A3+ (Assigned)
	Proposed Bank facility	Short Term	8	ACUITE A3+ (Assigned)

*Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Axis Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	31.50	ACUITE BB+ (Downgrade Indicative)
Kotak Mahindra Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.50	ACUITE BB+ (Downgrade Indicative)
Kotak Mahindra Bank	Term Loan	Not Applicable	Not Applicable	Not Applicable	0.35	ACUITE BB+ (Downgrade Indicative)
DBS Bank	Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+ (Downgrade Indicative)
Not Applicable	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	22.65	ACUITE BB+ (Downgrade Indicative)

Axis Bank	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ (Downgrade Indicative)
Axis Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ (Downgrade Indicative)
Kotak Mahindra Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4+ (Downgrade Indicative)
Not Applicable	Proposed Bank facility	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ (Downgrade Indicative)

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

*Sublimit of FCDL of Rs.31.50 Cr.

**Sublimit of WCDL/FCDL of Rs. 14.00 Cr., EPC/PCFC of Rs. 8.00 Cr., FBD/FBN of Rs. 11.00 Cr. and LCBD of Rs. 1.00Cr.

▲Both way interchangeability, Sub limits of WCDL/ EPC/PCFC/ Letter of Credit of Rs.8.50 Crores

Contacts:

Analytical	Rating Desk
<p>Pooja Ghosh Head- Corporate and Infrastructure Sector Tel: 033-66201203 pooja.ghosh@acute.in</p> <p>Tonoy Banerjee Rating Analyst Tel: 033-66201206 tonoy.banerjee@acute.in</p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acute.in</p>

About Acuité Ratings & Research:

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