

Press Release

Bremels Rubber Industries Private Limited

May 13, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 19.00 Cr. #
Long Term Rating	ACUITE B- (Indicative)
Short Term Rating	ACUITE A4 (Indicative)

Refer Annexure for details`

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

Acuite has reviewed the long term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.19.00 crore bank facilities of Bremels Rubber Industries Private Limited (BRIPL). This rating is now an indicative rating and is based on best available information.

Karnataka based, BRPL was incorporated in 1971 by Late Mr. Bhaskar R Shetty. Currently, the second generation entrepreneurs, Mr. Nischith B Shetty and Mr. Adith B Shetty are the Directors and managing the company. The company is engaged in manufacturing tyre retreads used for retreading worn-out tyres of heavy vehicles. The company also manufactures solid tyres for forklifts.

Analytical Approach

Acuite has considered the standalone business and financial risk profiles of BRPL to arrive at this 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 the due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-4.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 attempts.

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

CRISIL, vide its press release dated May 08, 2020 had denoted the rating of Bremels Rubber Industries Private Limited as 'CRISIL D; ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings.

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-Mar-2019	Cash Credit	Long Term	9.00*	ACUITE B-/Stable (Assigned)
	Bills Discounting	Short Term	3.00	ACUITE A4 (Assigned)
	Letter of credit	Short Term	2.00	ACUITE A4 (Assigned)
	Bank guarantee/Letter of Guarantee	Short Term	2.00	ACUITE A4 (Assigned)
	Bank guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A4 (Assigned)

* Sublimit of cash credit includes Rs. 4.00 crore of PC/PCFC

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE B- (Indicative)
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Indicative)
Letter of credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 (Indicative)
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 (Indicative)
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Indicative)

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

Contacts

Analytical	Rating Desk
Pooja Ghosh Head-Corporate and Infrastructure Sector Ratings Tel: 033-66201203 pooja.ghosh@acuite.in Priyanka Rathi Analyst - Rating Operations Tel: 033-66201210 priyanka.rathi@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research:

Acuité Ratings & Research Limited (erstwhile ACUITE 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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