

Press Release

Skypet Polymers

December 01, 2020



Rating Update

Total Bank Facilities Rated*	Rs.24.40 Cr. #
Long Term Rating	ACUITE BB+ Downgraded & Issuer not co-operating*
Short Term Rating	ACUITE A4+ Downgraded & Issuer not co-operating*

Refer Annexure for details`

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

ACUITE has downgraded the long term rating from '**ACUITE BBB-**' (**read as ACUITE triple B minus**) to '**ACUITE BB+**' (**read as ACUITE double B plus**) and downgraded the short term rating from '**ACUITE A3**' (**read as ACUITE A three**) to '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.24.40 crore bank facilities of Skypet Polymers. This rating is now an indicative rating and is based on the best available information. The rating is constrained by information risk.

Established in 1999, Skypet Polymers (SP) is a partnership firm engaged in the manufacture of PET preforms and PET bottles. SP was promoted by Mrs. S. Shanthi, Mr. S. Selvaraj and his wife, Mrs. Manimekalai. SP's manufacturing unit is located in Coimbatore (Tamil Nadu) with an installed capacity to manufacture 7000 Metric Tons Per Annum (MTPA). The main customers of SP include distilleries and bottled water companies.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of Skypet Polymers 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 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Entities in Service Sector - <https://www.acuite.in/view-rating-criteria-50.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)

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
14-May-2019	Cash Credit	Long Term	6.00	ACUITE BBB-/Stable (Reaffirmed)
	Term Loan	Long Term	6.40	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	12.00	ACUITE A3 (Reaffirmed)
29-Mar-2019	Cash Credit	Long Term	6.00	ACUITE BBB-/Stable (Assigned)
	Proposed long term bank facility	Long Term	2.00	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	16.00	ACUITE A3 (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	6.00	ACUITE BB+ Downgraded & Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	6.40	ACUITE BB+ Downgraded & Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE A4+ Downgraded & Issuer not co-operating*

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

Contacts

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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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