

Press Release

Precision Tapes and Sealants

September 04, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 10.00 Cr. #
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB- Issuer non-cooperating*)

Refer Annexure for details

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

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE B Plus**) from '**ACUITE BB-**' (read as **ACUITE BB minus**) on the Rs 10.00 crore bank facilities of Precision Tapes and Sealants. This rating is now an indicative rating and is based on the best available information. The rating downgrade is on account of information risk.

Precision Tapes and Sealants (PTS) is a Tamil Nadu based partnership firm established in the year 2002 by Mr. M Muralidharan and Mrs. M. Reena Padmini. It is engaged in manufacturing of XLPE (Cross Linked Polyethylene) and EPE foam (Expanded polyethylene) products. The products manufactured by the company are mainly used in the automobile industry, apparel, packaging and civil construction industry, among others.

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.

This 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/view-rating-criteria-52.htm>
- Infrastructure entities - <https://www.acuite.in/view-rating-criteria-51.htm>
- Financial Ratios and Adjustments- <https://www.acuite.in/view-rating-criteria-53.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)

None

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
17 June 2019	Cash credit	Long Term	2.65	ACUITE BB-/ Stable (Assigned)
	Term Loan	Long Term	3.26	ACUITE BB-/ Stable (Assigned)
	Proposed Long term bank facility	Long Term	4.09	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	2.65	ACUITE B+ Downgraded Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.26	ACUITE B+ Downgraded Issuer not co-operating*
Proposed Long term bank facility	Not Applicable	Not Applicable	Not Applicable	4.09	ACUITE B+ Downgraded Issuer not co-operating*

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

Contacts:

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

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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