Press Release

Himalayan Polymers Industries

April 13, 2022

Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	6.00	-	ACUITE A4+ | Reaffirmed | Issuer not co-operating*
Bank Loan Ratings	6.00	ACUITE BB- | Downgraded | Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	12.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has downgraded its long-term rating to **'ACUITE BB-' (read as ACUITE double B minus)** from **'ACUITE BB' (read as ACUITE double B)** and reaffirmed its short-term rating of **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs.12.00 crore bank facilities of Himalayan Polymers Industries. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Himalayan Polymers Industries (HPI) is a partnership concern established in 2009 and is engaged in manufacturing of PET/PP/PC/HDPE bottles. HPI has its manufacturing unit in Dehradun, which is having a capacity of 2004 lacs bottles per annum is catering to Pharmaceutical, FMCG, liquor industry, to name a few. The firm is being promoted by Mr. Suresh Singhal, Mr. Om Prakash Jalan and Mr. Rajeev Maheshwari.

About the Group

Himalayan Group is one of the major packaging solutions provider companies in India. The group is engaged in manufacturing of PET bottles, jars, caps, and containers for FMCG, food and beverages, and pharmaceutical companies with manufacturing facility located in Dehradhun and Bhopal. Presently, the company has operations in India, Australia, Indonesia, South Africa, Canada, Singapore and Zimbabwe. The group includes Himalayan Packaging Industries Pvt. Ltd., Himalayan Polymer Industries, Himalayan Polysports Pvt. Ltd. (earlier known as Mahapet India Pvt. Ltd), Himalayan Skincare Pvt. Ltd. and Himalayan Caps & Containers. Currently, the group is in the process of consolidation with merger of Himalayan Skincare Pvt. Ltd. and Himalayan Caps & Containers into Himalayan Packaging Industries Pvt. Ltd, Himalayan Polymer Industries and Himalayan Polysports Pvt. Ltd.

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.

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

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 endeavoured 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.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Manufacturing Entities: https://www.acuite.in/view-rating-criteria-59.htm
- Default Recognition: https://www.acuite.in/view-rating-criteria-52.htm

Note on Complexity Levels of the Rated Instrument

https://www.acuite.in/view-rating-criteria-55.htm

Rating History

Date	Name of Istruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
08 Jan 2021	Cash Credit	Long Term	5.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Shortr Term	6.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.50	ACUITE BB (Downgraded and Issuer not co-operating*)
01 Nov 2019	Letter of Credit	Short Term	6.00	ACUITE A4+ (Assigned)
	Proposed Bank Facility	Long Term	0.50	ACUITE BB+ | Stable (Assigned)
	Cash Credit	Long Term	5.50	ACUITE BB+ | Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE BB- | Downgraded | Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4+ | Reaffirmed | Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB- | Downgraded | Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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