

Press Release

Vishakha Polyfab Private Limited

April 25, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	180.64	ACUITE BB+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	29.10	-	ACUITE A4+ Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	209.74	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B Plus**) from '**ACUITE BBB+**' (read as **ACUITE triple B plus**) and short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUTE A2**' (read as **ACUITE A two**) on the Rs. 209.74 crore bank facilities of Vishakha Polyfab Private Limited (VPPL). The rating is flagged as "Issuer Not-Cooperating" as a consequence of failure to respond to requisitions and clarifications on relevant information of the company necessary to carrying out the rating review, leading to information risk.

About the Company

VPPL is a joint venture between Vishakha Group & Adani Wilmar Limited incorporated in the year 1993. Adani Wilmar Limited (AWL) holds 50 per cent stake and the rest is held by the Doshi Family (Vishakha Group). It is headed by Mr. Jigish Doshi. VPPL is one of the largest high barrier multilayer flexible film manufacturers in India. It manufactures 3, 5, 7 and 9 layer films, rolls and pouches (printed and plain) that are used for edible oil packaging. The company has a manufacturing facility in Vadsar, Gujarat. It currently has an installed capacity of 16,000 tons. It primarily caters to domestic market and also exports to Europe and USA.

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. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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 ratings is based.

Rating Sensitivities

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.

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

None.

Any other information

None

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
04 Feb 2020	Letter of Credit	Short Term	29.10	ACUITE A2 (Assigned)
	Term Loan	Long Term	22.27	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	12.00	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	28.00	ACUITE BBB+ Stable (Assigned)
	Term Loan	Long Term	58.87	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	10.00	ACUITE BBB+ Stable (Assigned)
	Term Loan	Long Term	21.00	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	12.00	ACUITE BBB+ Stable (Assigned)
	Term Loan	Long Term	11.00	ACUITE BBB+ Stable (Assigned)
	Term Loan	Long Term	5.50	ACUITE BBB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indusind Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
Standard Chartered Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
RBL Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	28.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
EDC Canada	Not Applicable	External Commercial Borrowing	Not Applicable	Not Applicable	Not Applicable	22.27	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	29.10	ACUITE A4+ Downgraded Issuer not co-operating* (from ACUITE A2)
RBL Bank	Not Applicable	Term Loan	Not available	Not available	Not available	21.00	ACUITE BB+ Downgraded Issuer not co-

							operating* (from ACUITE BBB+)
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	58.87	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
Standard Chartered Bank	Not Applicable	Term Loan	Not available	Not available	Not available	11.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	5.50	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB+)

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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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