



## Press Release

Diach Chemicals and Pigments Private Limited

August 29, 2022

### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	13.90	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	26.10	ACUITE BB-   Downgraded   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	40.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

## Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE BB minus**) from '**ACUITE BB**' (read as **ACUITE BB**) and reaffirmed the short term rating to '**ACUITE A4+**' (read as **ACUITE A four Plus**) on the Rs. 40.00 crore bank facilities of Diach Chemicals and Pigments Private Limited. This rating is now an indicative rating and is based on the best available information.

## About the Company

Kolkata based Diach Chemicals & Pigments Private Limited (DCPPL) was incorporated in 2004 by Mr Dipak Ghosh, which commenced its commercial operation in 2006. DCPPL is engaged into manufacturing of lead based products such as red lead, refined lead and lead alloys. Currently, the company is managed by Mr. Dipak Ghosh and his son Mr. Daich Ghosh.

## 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.

## 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 requests.

## Rating Sensitivity

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

## Material Covenants

None

**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>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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
07 Jun 2021	Letter of Credit	Short Term	5.50	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Packing Credit	Short Term	7.40	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	21.60	ACUITE BB (Issuer not co-operating*)
	Packing Credit	Short Term	4.50	ACUITE A4+ (Issuer not co-operating*)
24 Mar 2020	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	4.50	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	5.50	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	21.60	ACUITE BB   Stable (Reaffirmed)
	Proposed Packing Credit	Short Term	7.40	ACUITE A4+ (Assigned)
06 Mar 2020	Cash Credit	Long Term	20.00	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
Axis Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB-   Downgraded   Issuer not co-operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.60	ACUITE BB-   Downgraded   Issuer not co-operating*
Axis Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Axis Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB-   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Packing Credit	Not Applicable	Not Applicable	Not Applicable	7.40	ACUITE A4+   Reaffirmed   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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