



## Press Release

ATHARV SAI FLEXIPACK PRIVATE LIMITED

July 05, 2024

## Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	62.00	ACUITE C   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	30.00	-	ACUITE A4   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	92.00	-	-

## Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB+**' (read as **ACUITE Double B plus**) and short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A Four Plus**) on the Rs.92 Cr. bank facilities of Attharv Sai Flexipack Private Limited (ASFPL). This rating is now flagged as "Issuer not cooperating" and is based on best available information.

The downgrade is based on recent delays in debt servicing being reflected in the Credit Information bureau report and other publicly available information. The company has not provided latest NDS for last 3 months consecutively.

## About the Company

Attharv Sai Flexipack private limited (ASFPL) is incorporated in 2013 by Mr. Ashwin Kumar Hemdev and Mrs. Renu N Chugh engaged in manufacturing of flexible packaging used primarily by FMCG, pharma companies, agriculture for industrial application and packing materials. Company's manufacturing facility is located at Mandya, Mysore. ASFPL customers includes reputed FMCG plays like ITC, Britannia.

## Unsupported Rating

Not Applicable

## Non-cooperation by the issuer/borrower

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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 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). 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.

**Rating Sensitivities**

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

**Liquidity Position**

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

**Outlook: Not Applicable**

**Other Factors affecting Rating** None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	136.94	85.94
PAT	Rs. Cr.	2.51	1.10
PAT Margin	(%)	1.83	1.28
Total Debt/Tangible Net Worth	Times	2.98	4.74
PBDIT/Interest	Times	2.67	2.76

## Status of non-cooperation with previous CRA

Not Applicable

## Any other information

None

## Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- 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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
02 Apr 2024	Term Loan	Long Term	15.12	ACUITE BB+   Stable (Reaffirmed)
	Cash Credit	Long Term	11.00	ACUITE BB+   Stable (Reaffirmed)
	Term Loan	Long Term	4.58	ACUITE BB+   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	4.12	ACUITE BB+   Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	12.00	ACUITE BB+   Stable (Assigned)
	Term Loan	Long Term	2.00	ACUITE BB+   Stable (Reaffirmed)
	Term Loan	Long Term	8.25	ACUITE BB+   Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	3.25	ACUITE BB+   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	1.68	ACUITE BB+   Stable (Reaffirmed)
	Letter of Credit	Short Term	30.00	ACUITE A4+ (Reaffirmed)
23 Jun 2023	Term Loan	Long Term	26.98	ACUITE BB+   Stable (Assigned)
	Cash Credit	Long Term	11.00	ACUITE BB+   Stable (Assigned)
	Term Loan	Long Term	7.90	ACUITE BB+   Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	4.12	ACUITE BB+   Stable (Assigned)
	Letter of Credit	Short Term	30.00	ACUITE A4+ (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	11.00	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Bank of Baroda	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	30.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
Not Applicable	Not avl. / Not appl.	Proposed Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	12.00	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Not Applicable	Not avl. / Not appl.	Proposed Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.25	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.68	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.12	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	20 Jan 2028	Simple	15.12	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Small Industries Development	Not avl. / Not	Term Loan	Not avl. / Not appl.	Not avl. / Not	15 Apr 2025	Simple	4.58	ACUITE C   Downgraded   Issuer not co-

Bank of India	appl.			appl.				operating* (from ACUITE BB+ )
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	10 Feb 2028	Simple	2.00	ACUITE C   Downgraded   Issuer not co-operating* (from ACUITE BB+ )
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	22 Oct 2026	Simple	8.25	ACUITE C   Downgraded   Issuer not co-operating* (from ACUITE BB+ )

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### About Acuité Ratings & Research

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