

## Press Release

Maharashtra Polybutenes Limited (MPL)

February 16, 2018



### Rating Update

<b>Total Bank Facilities Rated*</b>	30.00. #
<b>Long Term Rating</b>	SMERA D Issuer not co-operating*
<b>Short Term Rating</b>	SMERA D Issuer not co-operating*

# Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA D**' (read as **SMERA D**) and short term rating of '**SMERA D**' (read as '**SMERA D**') on the Rs. 30.00 crore bank facilities of Maharashtra Polybutenes Limited. This rating is now an indicative rating and is based on best available information.

#### Non-cooperation by the issuer/borrower

SMERA 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

#### Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.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). SMERA endeavored to gather information about the entity / Industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity

MPL, (formerly Herdillia Polymers Limited) is a non-government public company incorporated in September 1988. The company turned a sick unit in 2006, and was taken over by Mr. Brijmohan Rathi, the Chairman and Managing Director. The company went through financial reconstruction (BIFR order) and the accumulated losses were wiped off.

MPL manufactures and sells Polyisobutene (PIB), an industrial chemical used in the making of lubricant oil, jelly filled cables, impulsions, as well as in the formulation of engine oil for two stroke engines. The company's Polyisobutene are marketed under the 'Hermavis' brand name. MPL caters to both, the domestic and overseas markets. The major raw material is Liquified Petroleum Gas (LPG) procured from Reliance Industries Limited.

For FY2015-2016, MPL reported net losses of Rs 31.32 crore on operating income of Rs 6.91 crore as compared to Profit after tax (PAT) of Rs 0.42 crore on operating income of Rs 17.00 crore in Fy2014-15.

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
16 -Nov,2016	Cash Credit	Long Term	INR 12.00	SMERA D
	Term Loan	Long Term	INR 4.50	SMERA D
	Secured Overdraft	Short Term	INR 6.00	SMERA D
	Letter of Credit	Short Term	INR 1.00	SMERA D
	Bank Guarantee	Short Term	INR 6.50	SMERA D
10-Aug,2015	Cash Credit	Long Term	INR 12.00	SMERA B- / Stable
	Term Loan	Long Term	INR 4.50	SMERA B- / Stable
	Secured Overdraft	Short Term	INR 6.00	SMERA A4
	Letter of Credit	Short Term	INR 0.50	SMERA A4
	Bank Guarantee	Short Term	INR 6.50	SMERA A4

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	SMERA D Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.50	SMERA D Issuer not co-operating*
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	6.00	SMERA D Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA D Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.50	SMERA D Issuer not co-operating*

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

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## ABOUT SMERA

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