

Press Release

Maharashtra Polybutenes Limited

May 09, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 30.00 Cr.#
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

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

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.

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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-40.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). 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.

About the Rated Entity - Key Financials

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

Status of non-cooperation with previous CRA (if applicable)

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.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
16-Feb-2018	Cash Credit	Long Term	12.00	ACUITE D Issuer not co-operating*
	Term Loan	Long Term	4.50	ACUITE D Issuer not co-operating*
	Secured Overdraft	Short Term	6.00	ACUITE D Issuer not co-operating*
	Letter of Credit	Short Term	1.00	ACUITE D Issuer not co-operating*
	Bank Gurantee	Short Term	6.50	ACUITE D Issuer not co-operating*
16-Nov-2016	Cash Credit	Long Term	12.00	ACUITE D (Downgraded)
	Term Loan	Long Term	4.50	ACUITE D (Downgraded)
	Secured Overdraft	Short Term	6.00	ACUITE D (Downgraded)
	Letter of Credit	Short Term	1.00	ACUITE D (Downgraded)
	Bank Gurantee	Short Term	6.50	ACUITE D (Downgraded)
10-Aug-2015	Cash Credit	Long Term	12.00	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	4.50	ACUITE B-/Stable (Assigned)
	Secured Overdraft	Short Term	6.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Assigned)
	Bank Gurantee	Short Term	6.50	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

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

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in
Disha Parmar Analyst - Rating Operations Tel: 02249294064 disha.parmar@acuiteratings.in	

About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 6,000 credit 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 Mumbai.

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