

Press Release

Rohan Dyes and Intermediates Limited

November 28, 2019



Rating Update

| | |
|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 13.00 Cr. # |
| Long Term Rating | ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating* |

Refer Annexure for details

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

Acuité has downgraded the long term rating of Rohan Dyes and Intermediates Limited (RDIL) to **'ACUITE BB+' (read as ACUITE double B plus)** from **'ACUITE BBB' (read as ACUITE triple B)**. The short term rating has been downgraded to **'ACUITE A4+' (read as ACUITE A four plus)** from **'ACUITE A3+' (ACUITE A three plus)**. The rating downgrade is on account of information risk and indicative based on best available information.

Rohan Dyes and Intermediates Limited (RDIL), incorporated in 1992, are engaged in the manufacture and export of acid dyes, direct and reactive dyes at Ahmedabad. The installed capacity stands at 3,840 tonnes per annum.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

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

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

Not applicable

Any other information

None

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Crore) | Ratings/Outlook |
|----------------|---------------------------------|------------|--------------------|--|
| 10- Sept- 2018 | Cash Credit | Long Term | 0.75 | ACUITE BBB Issuer not co-operating* |
| | Bills Discounting | Short Term | 4.00 | ACUITE A3+ Issuer not co-operating* |
| | PC/PCFC | Short Term | 4.00 | ACUITE A3+ Issuer not co-operating* |
| | Letter of credit | Short Term | 4.00 | ACUITE A3+ Issuer not co-operating* |
| | Proposed Short Term Loan | Short Term | 0.25 | ACUITE A3+ Issuer not co-operating* |
| 08-Jul-2017 | Cash Credit | Long Term | 0.75 | ACUITE BBB / Stable (Upgraded) |
| | Bills Discounting | Short Term | 4.00 | ACUITE A3+ (Upgraded) |
| | Packing Credit | Short Term | 4.00 | ACUITE A3+ (Upgraded) |
| | Letter of Credit | Short Term | 4.00 | ACUITE A3+ (Upgraded) |
| | Proposed Short Term Loan | Short Term | 0.25 | ACUITE A3+ (Assigned) |
| 12-Mar-2016 | Term Loan | Long Term | 5.44 | ACUITE BBB- / Stable (Withdraw) |
| | Cash Credit | Long Term | 3.00 | ACUITE BBB- / Stable (Reaffirmed) |
| | Bills Discounting | Short Term | 11.00 | ACUITE A3 (Reaffirmed) |
| | Standby Line of Credit | Short Term | 1.00 | ACUITE A3 (Withdraw) |
| | Packing Credit | Short Term | 7.00 | ACUITE A3 (Reaffirmed) |
| | Letter of Credit | Short Term | 11.00 | ACUITE A3 (Reaffirmed) |
| 10-Dec-2014 | Term Loan | Long Term | 5.44 | ACUITE BBB- / Stable (Upgraded) |
| | Cash Credit | Long Term | 3.00 | ACUITE BBB- (Upgraded) |
| | Bills Discounting | Short Term | 11.00 | ACUITE A3 (Upgraded) |
| | Standby Line of Credit | Short Term | 1.00 | ACUITE A3 (Upgraded) |
| | Packing Credit | Short Term | 6.00 | ACUITE A3 (Upgraded) |
| | Letter of Credit | Short Term | 11.31 | ACUITE A3 (Upgraded) |

#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 | 0.75 | ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating* |
| Bills Discounting | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating* |
| PC/PCFC | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating* |
| Letter of credit | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating* |
| Proposed Short Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.25 | ACUITE A4+ (Downgraded from ACUITE A3+) 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 Ratings Tel: 022-49294041 aditya.gupta@acuite.in | Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in |
| Rupesh Patel Analyst - Rating Operations Tel: 022-49294044 rupesh.patel@acuite.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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