

Press Release

Rohan Dyes and Intermediates Limited

September 27, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	17.25	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank Loan Ratings	32.75	ACUITE BB Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	50.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) and reaffirmed short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 50.00 crore bank facilities of Rohan Dyes and Intermediates Limited (RDIL). The rating continues to be an indicative rating and is based on the best available information. The rating has been downgraded on account of information risk

About the Company

Rohan Dyes and Intermediates Limited (RDIL) is an Ahmedabad based company incorporated in 1992. The company is promoted by Mr. Radhe Shyam Agarwal and his son Mr. Rohan Agarwal. The company is engaged in manufacturing and export of synthetic organic dyes such as acid dyes, direct dyes and reactive dyes. The company mainly exports to European countries, China, South Korea and Taiwan to name few. RDIL has two manufacturing units in Gujarat with an aggregate installed capacity of 15,000 MT of dyes and intermediates at Khambhat and an installed capacity of 6000 MT of dyes at Vatva. Further, company has ongoing backward integration project for manufacturing of inorganic products located at Anand, Gujarat. RDIL is installing a manufacturing unit for production of Sulphuric Acid 98% (300 TPD), Oleum 65 % (30 TPD), Chlorosulphonic acid (100 TPD), and Thionyl chloride (15 TPD). It is also under implementation of captive solar power plant of 2.10 MW.

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 due date.

Acuite 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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI

regulations and Acuité'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 endeavoured 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

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

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
30 Jun 2021	Bills Discounting	Short Term	9.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	0.75	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	32.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	4.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)

	Proposed Short Term Loan	Short Term	0.25	ACUITE A4+ (Downgraded and Issuer not co-operating*)
23 Apr 2020	Term Loan	Long Term	32.00	ACUITE BBB Stable (Assigned)
	Proposed Short Term Loan	Short Term	0.25	ACUITE A3+ (Upgraded from ACUITE A4+)
	Cash Credit	Long Term	0.75	ACUITE BBB Stable (Upgraded from ACUITE BB+)
	Packing Credit	Short Term	4.00	ACUITE A3+ (Upgraded from ACUITE A4+)
	Bills Discounting	Short Term	9.00	ACUITE A3+ (Upgraded from ACUITE A4+)
	Letter of Credit	Short Term	4.00	ACUITE A3+ (Upgraded from ACUITE A4+)
28 Nov 2019	Proposed Bank Facility	Short Term	0.25	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	0.75	ACUITE BB+ (Issuer not co-operating*)
	Bills Discounting	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Packing Credit	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
10 Sep 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*)
	Packing Credit	Short Term	4.00	ACUITE A3+ (Issuer not co-operating*)
	Letter of Credit	Short Term	4.00	ACUITE A3+ (Issuer not co-operating*)
	Proposed Bank Facility	Short Term	0.25	ACUITE A3+ (Issuer not co-operating*)
08 Jul 2017	Cash Credit	Long Term	0.75	ACUITE BBB Stable (Upgraded from ACUITE BBB- Stable)
	Bills Discounting	Short Term	4.00	ACUITE A3+ (Upgraded from ACUITE A3)
	Packing Credit	Short Term	4.00	ACUITE A3+ (Upgraded from ACUITE A3)
	Letter of Credit	Short Term	4.00	ACUITE A3+ (Upgraded from ACUITE A3)
	Proposed Short Term Loan	Short		
	Loan	Term	0.25	ACUITE A3+ (Assigned)
12 Mar 2016	Term Loan	Long Term	5.44	ACUITE BBB- Stable (Withdrawn)
	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 (Withdrawn)
	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 from ACUITE BB Stable)
	Cash Credit	Long Term	3.00	ACUITE BBB- (Upgraded from ACUITE BB Stable)
	Bills Discounting	Short Term	11.00	ACUITE A3 (Upgraded from ACUITE A4+)
	Standby Line of Credit	Short Term	1.00	ACUITE A3 (Upgraded from ACUITE A4+)
	Packing Credit	Short Term	6.00	ACUITE A3 (Upgraded from ACUITE A4+)
	Letter of Credit	Short Term	11.31	ACUITE A3 (Upgraded from ACUITE A4+)
17 Jan 2014	Term Loan	Long Term	8.04	ACUITE BB Stable (Assigned)
	Cash Credit	Long Term	3.00	ACUITE BB Stable (Assigned)
	Bills Discounting	Short Term	11.00	ACUITE A4+ (Assigned)
	Standby Line of Credit	Short Term	1.00	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	6.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	11.31	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE BB Downgraded Issuer not co-operating*
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Packing Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Short Term Loan	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	15-02-2019	10.30	14-01-2028	32.00	ACUITE BB Downgraded 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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