



### Press Release

**Rohan Dyes and Intermediates Limited**

**November 01, 2023**

### Rating Downgraded and Issuer not co-operating

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

### Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB**' (read as **ACUITE BB**) and also downgraded the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**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 downgrade is on the basis of credit bureau information report about ongoing delays in their repayments and other publicly available information.

### 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:

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.

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."

### **All Covenants**

None

### **Liquidity Position**

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

### **Outlook: Not Applicable**

### **Other Factors affecting Rating**

None

### **Status of non-cooperation with previous CRA**

Not Applicable

### **Any other information**

None

### **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**

In order to inform the investors about complexity of instruments, Acuité 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
27 Sep 2022	Packing Credit	Short Term	4.00	ACUITE A4+ ( Issuer not co-operating*)
	Bills Discounting	Short Term	9.00	ACUITE A4+ ( Issuer not co-operating*)
	Proposed Short Term Loan	Short Term	0.25	ACUITE A4+ ( Issuer not co-operating*)
	Cash Credit	Long Term	0.75	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	4.00	ACUITE A4+ ( Issuer not co-operating*)
	Term Loan	Long Term	32.00	ACUITE BB (Downgraded and Issuer not co-operating*)
30 Jun 2021	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*)
	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*)
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+)

## Annexure - Details of instruments rated

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