

Press Release

Bagla Polifilms Limited (BPL)

June 14, 2021

Rating Update



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|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs. 24.00 Cr.# |
| Long Term Rating | ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ Issuer not co-operating* |

#Refer Annexure for details

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

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 reviewed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 24.00 crore bank facilities of Bagla Polifilms Limited (BPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

The Kolkata-based BPL (the erstwhile Rani Sati Enterprises Private Limited) is led by Mr. Madhusudan Bagla, Mr. Lalit Kumar Bagla, Mr. Dinesh Chandra Ray and Mrs. Pushpadevi Bagla since 2009. The company is engaged in the manufacture of heat shrinkable polyolefin display films used for wrapping of FMCG goods. The installed capacity stands at 3350 MTPA. The manufacturing facility is located at Haridwar.

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 the 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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

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

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

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)

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 |
|-------------|---------------------------------|------------|-----------------|--|
| 23-Mar-2020 | Cash Credit | Long Term | 9.00 | ACUITE BB+ Issuer not co-operating* |
| | Term Loan | Long Term | 0.63 | ACUITE BB+ Issuer not co-operating* |
| | Term Loan | Long Term | 8.37 | ACUITE BB+ Issuer not co-operating* |
| | Letter of Credit | Short Term | 5.00 | ACUITE A4+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4+ Issuer not co-operating* |
| 17-Jan-2019 | Cash Credit | Long Term | 9.00 | ACUITE BB+ Issuer not co-operating* |
| | Term Loan | Long Term | 0.63 | ACUITE BB+ Issuer not co-operating* |
| | Term Loan | Long Term | 8.37 | ACUITE BB+ Issuer not co-operating* |
| | Letter of Credit | Short Term | 5.00 | ACUITE A4+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4+ Issuer not co-operating* |
| 08-Dec-2017 | Cash Credit | Long Term | 9.00 | ACUITE BB+/Stable (Upgraded from ACUITE BB) |
| | Term Loan | Long Term | 0.63 | ACUITE BB+/Stable (Upgraded from ACUITE BB) |
| | Term Loan | Long Term | 8.37 | ACUITE BB+/Stable (Upgraded from ACUITE BB) |
| | Letter of Credit | Short Term | 5.00 | ACUITE A4+ (Reaffirmed) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4+ (Reaffirmed) |

#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 | 9.00 | ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating* |
| Term Loan | Not Available | Not Available | Not Available | 0.63 | ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating |
| Term Loan | Not Available | Not Available | Not Available | 8.37 | ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE A4+ Issuer not co-operating* |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE A4+ Issuer not co-operating* |

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

Contacts

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|--|--|
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About Acuité Ratings & Research:

Acuité Ratings & Research 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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