

Press Release

Canpac Trends Private Limited (CTPL)

July 01, 2019

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 34.69 Cr.
Long Term Rating	ACUITE BBB- (Withdrawn)
Short Term Rating	ACUITE A3 (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn long-term rating of '**ACUITE BBB-**' (read as **ACUITE triple B minus**) short-term rating of '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 34.69 crore bank facilities of **Canpac Trends Private Limited**. The rating withdrawal is in accordance with the Acuite's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Canpac (erstwhile Cerium Marketing Private Limited) is an Ahmedabad-based company engaged in the manufacture of printed folded and micro flute cartons used for packaging. The company was incorporated as Venture Insurance Service Private Limited in 2004 and subsequently acquired by the current management in 2009. Canpac commenced commercial production in October, 2011. The company has a reputed and diversified customer portfolio. The overall operations are managed by Mr. Nilesh N. Todi and Mrs. Preeti N.Todi.

Analytical Approach

Acuite has considered the standalone business and financial risk profile of CTPL.

About the Rated Entity - Key Financials

	Unit	FY19 (Prov.)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	183.08	167.03	157.03
EBITDA	Rs. Cr.	31.03	27.63	26.59
PAT	Rs. Cr.	8.91	10.90	9.00
EBITDA Margin	(%)	16.95	16.54	16.89
PAT Margin	(%)	4.87	6.53	5.72
ROCE	(%)	9.14	11.37	28.27
Total Debt/Tangible Net Worth	Times	2.62	2.49	1.74
PBDIT/Interest	Times	2.52	3.55	3.38
Total Debt/PBDIT	Times	5.71	5.28	3.14
Gross Current Assets (Days)	Days	183.08	167.03	157.03

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

None

Any other information

"Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups".

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities- <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
04-Feb-2019	Term Loan	Long Term	4.96	ACUITE BBB-Issuer not co-operating*
	Term Loan	Long Term	7.45	ACUITE BBB-Issuer not co-operating*
	Cash Credit	Long Term	21.00^	ACUITE BBB-Issuer not co-operating*
	Bank Guarantee	Short Term	1.28	ACUITE A3 Issuer not co-operating*
11-Dec-2017	Term Loan	Long Term	4.96	ACUITE BBB-Issuer not co-operating*
	Term Loan	Long Term	7.45	ACUITE BBB-Issuer not co-operating*
	Cash Credit	Long Term	21.00^	ACUITE BBB-Issuer not co-operating*
	Bank Guarantee	Short Term	1.28	ACUITE A3 Issuer not co-operating*
31-Aug-2016	External Commercial Borrowings (ECB)	Long Term	4.96	ACUITE BBB-/Positive (Reaffirmed)
	Term Loan	Long Term	7.45	ACUITE BBB-/Positive (Reaffirmed)
	Cash Credit	Long Term	21.00^	ACUITE BBB-/Positive (Reaffirmed)
	Bank Guarantee	Short Term	1.28	ACUITE A3Positive (Reaffirmed)

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

^Includes sublimit for EPC foreign bill discounting to the extent of Rs.1.50 crore, LC bill discounting to the extent of Rs.1.50 crore and Letter Of Credit to the extent of Rs.3.00 Crore

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.96	ACUITE BBB-(Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	7.45	ACUITE BBB-(Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	21.00^	ACUITE BBB-(Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.28	ACUITE A3 (Withdrawn)

^Includes sublimit for EPC foreign bill discounting to the extent of Rs.1.50 crore, LC bill discounting to the extent of Rs.1.50 crore and Letter Of Credit to the extent of Rs.3.00 Crore

Contacts

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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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