

**Adhunik Packagers Pvt. Ltd.**

**Brickwork Ratings downgrades the rating for the Bank Loan facilities aggregating ₹ 8.97 Crore of Adhunik Packagers Pvt. Ltd. (APPL), based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under:**

**Particulars**

Facility#	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous <sup>^</sup> May, 2019	Present
<b>Fund based</b> Cash Credit WCDL (Sub limit of CC) Term Loan	3.00 (3.00) 4.37	3.00 (3.00) 4.37	Long Term	BWR BB-, Stable	BWR B+ Stable, (Downgraded) Issuer Not Cooperating;**
<b>Non-Fund based</b> Sales Bill Discounting	1.60	1.60	Short Term	BWR A4	BWR A4 (Reaffirmed) Issuer Not Cooperating;**
<b>Total</b>	<b>8.97</b>	<b>8.97</b>	<b>₹ Eight Crore and Ninety Seven lakhs Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

#Details of Bank facilities are provided in Annexure-I

<sup>^</sup>Migrated to RNR Advisory on 18 May 2020

\*\* Issuer did not cooperate; based on best available information

**RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION**

Brickwork Ratings has downgraded the rating for the long term bank loan facilities of Rs.7.37 Crs of **Adhunik Packagers Pvt. Ltd. (APPL)** from BWR BB-, Stable to **BWR B+, Stable, and has reaffirmed** the rating for their short term bank loan facilities of Rs.1.60 Crs at **BWR A4**, along with simultaneous **migration** of the ratings to “**Issuer Not Cooperating**” category, based on best available information, as the Issuer did not cooperate.

The rating was due for a review in May 2020. BWR took up with the company and its bankers, over emails and through telephone calls, to provide the required information. However, despite the best efforts of BWR to get at least the minimum required information for a review, neither the Company nor its bankers have provided the same, and have also not shared the latest financials and other relevant information/documents required for a review. The company has also not been submitting the No Default Statements (NDS).



In the absence of cooperation from the company's management to furnish adequate information for a review, along with non submission of NDS, BWR is unable to assess its financial performance, or its ability to service its debt and maintain a valid rating. Accordingly, the rating is placed under "Issuer Not Cooperating" category. The rating Downgrade is based on the lack of up to date information on the current performance of the company - either from the company itself, or from its lenders.

#### **LIMITATIONS OF THE RATING.**

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholding of the information required for a review of the rating.

#### **KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR as on 15.05.2019]**

<b>Particulars</b>	<b>Units</b>	<b>FY 2017</b>	<b>FY 2018</b>
Total Operating Income	₹ Cr	36.32	38.00
EBITDA	₹ Cr	1.70	1.90
PAT	₹ Cr	0.21	0.42
TNW	₹ Cr	2.66	3.08
Total Debt/TNW	Times	4.88	3.60
Current Ratio	Times	1.34	1.50

#### **Company's Profile (Information as available in May, 2019)**

Adhunik Packagers Private Limited was incorporated in 1991 with its registered office in Parwanoo, Himachal Pradesh. The Company has two directors namely Mr. Ritesh Garg and Mr. Roopesh Garg. The company is into manufacturing of flexible packaging material (wrappers), used in packaging of food, FMCG products, consumer goods, etc. The company is manufacturing the packaging materials using paper , polyester films and plastic granules which are procured domestically. Reckitt Benckiser (India) Private Limited, Wipro Enterprises Private Limited, Havells India Limited, VVF India Limited and Anchor Health and Beauty Care Private Limited, etc, are the major customers of the company.

#### **NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY :NA**

**Rating History for the last three years (including withdrawn/suspended ratings)**

S. No	Name of Instrument (NCD/Bank Loan /Non-Fund Based facilitates/ Commercial Paper etc.)	Current Rating 23.09.2020			Chronology of Rating History for the past 3 years (Rating Assigned and Press Release date) along with outlook/ Watch, if applicable																								
		Type(Long Term/Short Term)	Amount Outstanding ( Rs. Crores)	Rating	Date(s) & Rating(s) assigned in 2019 ^	Date(s) & Rating(s) assigned in 2018	Dates(s) & Rating(s) assigned in 2017																						
1	Bank Loan Facility-Long Term	FB-Cash Credit FB-WCDL FB-Term Loan	3.00 (3.00) 4.37	BWR B+ Stable Downgraded Issuer Not Cooperating**	<p style="text-align: center;"><b>15.05.2019</b></p> <table border="1" style="width: 100%;"> <thead> <tr> <th colspan="2">Long Term</th> <th rowspan="2">BWR BB-/Stable, Assigned</th> </tr> </thead> <tbody> <tr> <td>Fund Based CC</td> <td style="text-align: center;"><b>3.00</b></td> <td rowspan="3"></td> </tr> <tr> <td>FB-WCDL</td> <td style="text-align: center;"><b>(3.00)</b></td> </tr> <tr> <td>FB-Term Loan</td> <td style="text-align: center;"><b>4.37</b></td> </tr> <tr> <th colspan="3">Short term</th> </tr> <tr> <td>FB-Sales Bill Discounting</td> <td style="text-align: center;"><b>1.60</b></td> <td>BWR A4 Assigned</td> </tr> <tr> <td colspan="2">Total</td> <td style="text-align: center;"><b>8.97</b></td> <td></td> </tr> </tbody> </table>			Long Term		BWR BB-/Stable, Assigned	Fund Based CC	<b>3.00</b>		FB-WCDL	<b>(3.00)</b>	FB-Term Loan	<b>4.37</b>	Short term			FB-Sales Bill Discounting	<b>1.60</b>	BWR A4 Assigned	Total		<b>8.97</b>		Not Rated	Not Rated
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2	Bank Loan Facility-Short Term	FB- Sales Bill Discounting	1.60	BWR A4 Reaffirmed Issuer Not Cooperating*																									
	<b>Total</b>		<b>8.97</b>																										

\*\* Issuer did not cooperate, based on best available information

^Migrated to RNR Advisory on 18 May, 2020



**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- **General Criteria**
- **Approach to Financial Ratios**
- **What Constitutes Non-Cooperation**

For any other criteria obtain hyperlinks from website

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**Annexure I**

**Adhunik Packagers Pvt. Ltd.**

**Details of Bank Facilities rated by BWR**

Sl.No	Name of the Bank	Type of Facilities	Tenure	Total [₹ Cr]
1.	Bank of Baroda	Cash Credit	Fund Based- long Term	3.00
2.		WCDL (Sub-limit of CC)		(3.00)
3.		Term Loan		4.37
4.		Sales Bill Discounting	Non-Fund Based- Short Term	1.60
<b>TOTAL</b>				<b>8.97</b>

**For print and digital media** The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

**About Brickwork Ratings :** Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has rated over 11,400 medium and large corporates and financial institutions' instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partners. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.