



## RATING RATIONALE

21 Oct 2019

### Shree Badri Kedar Papers Private Limited

Brickwork Ratings downgrades the Ratings for Bank Loan facilities of ₹ 25.89 Crore of Shree Badri Kedar Papers Private Limited based on best available information, as the issuer did not cooperate.

#### Particulars

Facility	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (May, 2018)	Present
<b>Fund Based</b>	22.89	22.89	Long Term	<b>BWR B+</b> Stable Downgraded	<b>BWR D</b> Downgraded <b>Issuer Not Cooperating*</b>
<b>Non Fund Based</b>	3.00	3.00	Short Term	<b>BWR A4</b> Reaffirmed	
<b>Total</b>	<b>25.89</b>	<b>25.89</b>	<b>₹ Twenty Five Crores and Eighty Nine Lakhs only</b>		

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

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

Details of Bank facilities is provided in Annexure-I

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

**Downgraded to BWR D (Issuer not Cooperating) based on the Banker's Feedback and best available information as the issuer did not cooperate.**

The rating was due for a review in May, 2019. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. As per banker's feedback there are overdues in term loan account. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of banker's feedback, inadequate information and lack of management cooperation, Brickwork Ratings has downgraded the rating to BWR D Issuer Not Cooperating.



**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 ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

**KEY FINANCIAL INDICATORS(in ₹ Cr) [AS AVAILABLE WITH BWR]**

Key Parameters	Units	FY 16	FY 17
Result Type		Audited	Audited
Operating Revenue	Cr	51.21	50.34
EBITDA	Cr	3.77	3.22
PAT	Cr	0.69	0.33
TNW	Cr	12.66	12.99
Total Debt/TNW)	times	1.82	1.97

**COMPANY PROFILE**

M/s Shree Badri Kedar Papers Pvt Ltd was incorporated on Oct 9, 1985. Registered office located at Badrinath Marg, Kotdwara, Uttarakhand and manufacturing unit located at Najibadab, UP. Company is engaged in manufacturing of Kraft paper with installed production capacity of 60 MT per hour. Manufacturing process- converting waste paper to pulp and pulp to Kraft paper.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY**

Not Available

## RATING HISTORY

Instrument /Facility	Current Rating			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	28 May 2018	23 Mar 2017	30 Dec 2016**
<b>Fund Based</b>	Long Term	22.89	<b>BWR D</b> Downgraded <b>Issuer Not Cooperating*</b>	<b>BWR B+</b> Stable Downgraded	<b>BWR BB</b> Stable Upgraded	Rating moved to Not Reviewed Advisory
<b>Non Fund Based</b>	Short Term	3.00		<b>BWR A4</b> Reaffirmed	<b>BWR A4</b> Reaffirmed	
<b>Total</b>		<b>25.89</b>	<b>₹ Twenty Five Crores and Eighty Nine Lakhs only</b>			

\*Issuer did not co-operate; based on best available information.

\*\* BWR BB-/Stable was assigned on 22 Sep 2015.

## 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](#)



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## ANNEXURE I

### Shree Badri Kedar Papers Private Limited

#### Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Punjab National Bank	Cash Credit	15.00	-	15.00
		Term Loan	7.89	-	7.89
		ILC	-	3.00	3.00
<b>TOTAL</b>					<b>25.89</b>

**Total Rupees Twenty Five Crores and Eighty Nine Lakhs only.**

#### For print and digital media

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#### **DISCLAIMER**

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