

**Shree Nageshwar Papers Ltd**

**Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹7.79 crs of Shree Nageshwar Papers Ltd based on best available information**

**Particulars**

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Sep'18)	Present
Fund based	7.79	7.79	Long Term	BWR B+ Stable	BWR B Stable Downgrade Issuer Not Cooperating*
<b>Total</b>	<b>7.79</b>	<b>7.79</b>	<b>INR Seven crores and seventy nine lakhs only.</b>		

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

\* Issuer not cooperating, based on best available information.  
Complete Details of Bank facilities is provided in Annexure-I

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

Initial rating was done in Sep'18 with rating assigned BWR B+ Stable. The rating was due for a review in Sep'19 and was moved to Rating not Reviewed category on 23rd Sep 2019. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating and hence, BWR has downgraded the rating to BWR B Stable 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 [As available in Sep 2018]

Key Parameters	Units	FY17	FY18
Result Type		Audited	Provisional
Net Sales	Rs in Crs	7.37	32.48
EBITDA	Rs in Crs	0.56	5.12
PAT	Rs in Crs	0.07	1.18
Tangible Net Worth	Rs in Crs	4.76	7.86
Total Debt/Tangible Net Worth (Analysed)	Times	2.46	1.44
Current Ratio	Times	0.85	1.02

## COMPANY PROFILE [As available in Sep 2018]

Shree Nageshwar Papers is a public limited company established in 2004 and started commercial production in 2005. It is engaged in krafts paper manufacturing. The Company was promoted by Mr. Sanjeev Agarwal who is a CA by qualification. Initially the company had installed capacity of 10 MT per day but in 2017 the company expanded its production capacity to 60 MT per day. The Company procures its raw material i.e old carton boxes through vendors of waste papers from UP, Bihar and Jharkhand. Also it sells its products through dealers appointed in all over UP and NCR. The Company at present is operating at 90% of its operating capacity.

## NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Nil

## RATING HISTORY

Facilities	Current Rating (2020)			Rating History*		
	Amount (₹ Cr)	Tenure (Long Term/ Short Term)	Rating	2019	2018	2017
<b>Fund Based</b>	7.79	Long Term	BWR B Stable Downgrade Issuer Not Cooperating*	Rating Not Reviewed	BWR B+ Stable	-
Total	<b>7.79</b>	INR Seven crores and seventy nine lakhs only.				

\*Issuer Not Cooperating; Based on best available information

Any other information

## 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

### [Shree Nageshwar Papers]

#### 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.	Bank of India	Cash Credit	5.00	-	5.00
		Term Loan	2.79	-	2.79
Total			<b>7.79</b>	-	<b>7.79</b>

INR Seven crores and seventy nine lakhs only.

#### 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.

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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 reason.