

## RATING RATIONALE

8 April 2021

### United Rubber Industries (I) Pvt. Ltd.

**Brickwork Ratings revises the Long Term Ratings for the Bank Loan Facilities ₹ 22.25 Crores & reaffirms the Short Term Ratings for the Bank Loan Facilities ₹ 4.75 Crores of United Rubber Industries (I) Pvt. Ltd. based on best available information, as the issuer did not cooperate.**

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (22nd, January, 2020)	Present
<b>Fund Based</b>	22.25	<b>22.25</b>	Long Term	BWR BB-; ISSUER NOT COOPERATING (Stable)	<b>BWR B+; ISSUER NOT COOPERATING (Stable) [Downgrade]</b>
<b>Non Fund Based</b>	4.75	<b>4.75</b>	Short Term	BWR A4; ISSUER NOT COOPERATING	<b>BWR A4; ISSUER NOT COOPERATING [Reaffirmation]</b>
<b>Total</b>	27.00	<b>27.00</b>	<b>INR Twenty Seven Crores 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.

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

The rating of Long Term Bank Loan Facilities of the company have been downgraded to BWR B+(Stable) & the Short Term Bank Loan Facilities of the company have been reaffirmed at BWR A4 based on the best available information, under ‘Issuer Not Cooperating’ category because the company has not provided any information/papers and banker has not responded to our various communications regarding conduct of account.

The rating was due for a review in January, 2021. BWR took up with the company to provide required information for conducting a review of the ratings through emails & messages dated January 7, 29 & March 5 2021 and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. Due to the continued lack of management cooperation and in the absence of adequate information from the Company, BWR is unable to assess the Company’s ability to service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings have been downgraded and migrated the rating to the ISSUER NOT COOPERATING\* category.

### 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.

### KEY FINANCIAL INDICATORS (in ₹ Cr) [As Available with BWR]

Key Parameters	Units	FY15	FY14
Result Type		Audited	Audited
Operating Revenue	₹ Cr	60.39	58.31
EBITDA	₹ Cr	8.30	7.29
PAT	₹ Cr	2.14	1.73
Tangible Net Worth	₹ Cr	16.14	14.00
Total Debt/Tangible Net Worth	Times	1.33	1.53
Current ratio	Times	1.32	1.22

### COMPANY PROFILE

URIPL was established in 1976 by Mr. Ajit Rai at Mumbai Maharashtra and has its manufacturing facility at Bhayander, Maharashtra. It is engaged into manufacturing of rubber components such as silicone hose products, moulded rubber products, hoses, extruded profiles, defence components, metal to bond products, etc.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA**

### RATING HISTORY FOR THE LAST THREE YEARS (including withdrawn/ suspended ratings)

Instrument /Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	22nd, January, 2020	2019	2018#
Fund Based	Long Term	22.25	BWR B+; Issuer Not Cooperating (Stable) (Downgrade)	BWR BB-; Issuer Not Cooperating (Stable)	-	-
Non Fund Based	Short Term	4.75	BWR A4; Issuer Not Cooperating [Reaffirmation]	BWR A4; Issuer Not Cooperating	-	-
Total		27.00	INR Twenty Seven Crores Only			

#The mandate was initially rated on 7th October 2015 and the ratings assigned were BWR BB+(Stable)/A4 and was later transferred to Ratings Not Reviewed on 5th April 2017

## 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

- [Trading Entities](#)
- [General Criteria](#)
- [What Constitutes Non-Cooperation](#)

## ANNEXURE I

*United Rubber Industries (I) Pvt. Ltd.*  
**Details of Bank Facilities rated by BWR**

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1)	Cash Credit	16.50	-	<b>16.50</b>
2)	Term Loan	4.25	-	<b>4.25</b>
3)	SLOC	1.50	-	<b>1.50</b>
4)	Letter Of Credit	-	4.50	<b>4.50</b>
5)	Bank Guarantee	-	0.25	<b>0.25</b>
<b>TOTAL</b>				<b>27.00</b>

**Total Rupees Twenty Seven Crores Only.**



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