



## Press Release

### Box Corugators and Offset Printers

July 02, 2024

#### Ratings

Instrument Facility /	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	<u>Complexity Indicator</u>
Long term bank facilities	17.00	'IVR C/Negative; ISSUER NOT COOPERATING* [IVR C with Negative Outlook; ISSUER NOT COOPERATING*]	IVR B/ Negative; ISSUER NOT COOPERATING* [IVR B with Negative Outlook; Issuer Not Cooperating*]	Downgraded and continued under Issuer Not Cooperating Category	<u>Simple</u>
<b>Total</b>	<b>17.00</b>	<b>(Rupees Seventeen Crores only)</b>			

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

**Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at**

**Annexure 2. Detailed explanation of covenants is at Annexure 3.**

#### Detailed Rationale

Infomerics Ratings has downgraded its rating assigned to the bank facilities of Box Corugators and Offset Printers and continued under "ISSUER NOT COOPERATING" category due to non-submission of information and lack of management corporation.

The aforesaid rating downgrade to the bank facilities of Box Corugators and Offset Printers reflects lack of adequate information available about the performance of the company and hence the uncertainty around its credit risk. Infomerics Ratings assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

IVR has rated the bank loan facilities of Box Corugators and Offset Printers in May 2023. Despite close follow up through telephone calls and mails dated May 17, May 28, May 30, June 03, 2024, June 04, 2024, June 05, 2024, June 11, 2024, June 14, 2024, and June 20, 2024 and concurrently over multiple phone calls for submission of required information for review and failure to submit minimum required information for a review is considered as an



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act of non-cooperation. In the absence of adequate information from the company, IVR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the Company. Based upon the same IVR has downgraded and continued the rating to IVR C/Negative; ISSUER NOT COOPERATING for the long-term bank facilities of Box Corugators and Offset Printers.

### **Non-Cooperation by Issuer:**

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, IVR has to assign the rating based on the best available information. Accordingly, the bank loan facilities of Box Corugators and Offset Printers, aggregating to Rs 17.00 crore have been continued under the 'ISSUER NOT COOPERATING' category and the rating for long term be noted as 'IVR C/Negative; ISSUER NOT COOPERATING' by IVR based on best available information.

**Analytical Approach:** Standalone

### **Applicable Criteria:**

[Rating Methodology for Manufacturing Companies](#)

[Financial Ratios & Interpretation \(Non- Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Criteria for assigning rating outlook](#)

[Policy on default recognition & Post- Default Curing Period](#)

[Complexity level of rated instruments/facilities](#)

**Liquidity** – Unable to comment due to lack of adequate information

### **About the firm**

Constituted in the year 1989, Box Corugators and Offset Printers is a Bhopal-based partnership firm engaged in printing of textbooks and manufacturing of printed boxes for sweet shops and distilleries. Mr. Arune Goenka, Mr. Arvind Goenka, Mr. Ajay Goenka, and Mr.



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Arnesh Goenka. Mr. Arune Goenka, are the partners of the firm involved in the day-to-day operations of the firm and carry an experience of over three decades in the printing and packaging business.

**Financials (Standalone):** Latest Financials are not available

For the year ended/ As on*	31-03-2020	(Rs. crore) 31-03-2021
	Audited	Provisional
Total Operating Income	46.51	25.52
EBITDA	3.16	2.22
PAT	1.14	0.54
Total Debt	8.66	10.82
Tangible Net Worth	4.53	4.77
EBITDA Margin (%)	6.79	8.71
PAT Margin (%)	2.46	2.13
Overall Gearing Ratio (x)	1.91	2.82
Interest Coverage (x)	2.02	1.45

\* Classification as per Infomerics' standards.

**Status of non-cooperation with previous CRA:** Vide press release dated July 20, 2023, CRISIL Ratings Limited have continued the ratings under non-cooperation category on account of non-submission of relevant information.

**Any other information:** Not Applicable



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### Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years			
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (May 11, 2023)	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22 (March 09, 2022)	Date(s) & Rating(s) assigned in 2021-22 (Sep 01, 2021)
1.	Long term bank facilities	Long Term	17.00	IVR C/Negative; ISSUER NOT COOPERATING* (IVR C with Negative Outlook; ISSUER NOT COOPERATING*)	IVR B/Negative; ISSUER NOT COOPERATING*	-	IVR B+; ISSUER NOT COOPERATING*	IVR BB-/Stable

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

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### About Infomerics:



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Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit [www.infomerics.com](http://www.infomerics.com).

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

### Annexure 1: Instrument/Facility Details

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs Crore)	Rating Assigned/ Outlook
Cash Credit	--	---	--	--	8.00	IVR C/Negative; ISSUER NOT COOPERATING* [IVR C with Negative



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						Outlook; Issuer Not Cooperating*]
Bank Guarantee	--	--	--	--	9.00	IVR C/Negative; ISSUER NOT COOPERATING* [IVR C with Negative Outlook; Issuer Not Cooperating*]

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

**Annexure 2: Facility wise lender details (Hyperlink to be added) :** Not applicable

**Annexure 3: Detailed explanation of covenants of the rated Security/facilities:** Not Applicable

**Annexure 4: List of companies considered for consolidated/Combined analysis:** Not Applicable

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).