



Press Release

Duroply Industries Limited

April 17, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	45.74	IVR D ISSUER NOT COOPERATING* (IVR Single D Issuer Not Cooperating)	IVR D ISSUER NOT COOPERATING* (IVR Single D Issuer Not Cooperating)	Rating reaffirmed and continues in Issuer Not Cooperating category	Simple
Short Term Bank Facilities	37.26	IVR D ISSUER NOT COOPERATING* (IVR Single D Issuer Not Cooperating)	IVR D ISSUER NOT COOPERATING* (IVR Single D Issuer Not Cooperating)	Rating reaffirmed and continues in Issuer Not Cooperating category	Simple
Total	83.00 (Rs. Eighty-three crore only)				

**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 has reaffirmed the ratings and continued to keep the ratings assigned to the bank facilities of Duroply Industries Limited (DIL) in the ISSUER NOT COOPERATING category because of lack of adequate information for rating review from the company and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned rating to the bank facility, vide mail communications dated 2nd Jan 2025, 16th Jan 2025, 27th Jan 2025, 1st Apr 2025, 8th Apr 2025 and 9th Apr 2025 and



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concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted surveillance fees, and all the essential details required for detailed review of the assigned rating.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the ratings of the bank loan facilities aggregating to Rs. 83.00 crore of DIL shall continue in the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term and short-term rating be noted as 'IVR D ISSUER NOT COOPERATING' based on best available information (IVR Single D Issuer not cooperating 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](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

[Criteria of Rating Outlook](#)

About the Company

Founded in 1957, by late Mr. P.D. Chitlangia, Duroply Industries Limited (DPIL) initiated its operation as Sarda Plywood Industries Limited (name changed in December 2018). Initially started as a plywood manufacturer in Assam. Upto FY21, DIPL had two segments of operations, processing of tea and manufacturing of plywood. Tea processing facility was located at Jeypore, Assam and plywood manufacturing facility is located at Rajkot, Gujarat. However, during September 2020, DPIL sold out its tea processing unit on slump sale basis and currently solely focusing on Plywood business.



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Earlier, the Rajkot facility was under the ownership of PS Plywood Products Private Limited (PSPPL) [one of DPIL's associates] which was merged into DPIL in FY19 as per National Company Law Tribunal (NCLT) order dated, August 10, 2018 with effect from April 1, 2016. The company sales its plywood's, under the brand name of 'DURO'.

The day-to-day affairs of the company are looked after by Mr. Sudeep Chitlangia, MD. He has around three decades of business experience in plywood and tea industry.

Financials (Standalone):

(Rs. crore)

For the year ended/ As on*	31-03-2023	31-03-2024	31-12-2023	31-12-2024
	Audited	Audited	Unaudited	Unaudited
Total Operating Income	302.34	324.33	239.62	266.27
EBITDA	15.80	12.85	11.41	12.48
PAT	5.23	1.01	2.24	5.04
Total Debt	46.42	47.65	-	-
Tangible Net Worth	87.81	126.44	-	-
EBITDA Margin (%)	5.22	3.96	4.76	4.69
PAT Margin (%)	1.72	0.31	0.94	1.89
Overall Gearing Ratio (x)	0.53	0.38	-	-
Interest Coverage (x)	2.82	2.02	-	-

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type (Long Term/Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
1.	Long Term Fund Based Limits	Long Term	45.74	IVR D ISSUER NOT COOPERATING*	-	IVR D ISSUER NOT COOPERATING* (Mar 18, 2024)	IVR D ISSUER NOT COOPERATING* (Feb 01, 2023)
2.	Short Term Non-Fund Based Limits	Short Term	37.26	IVR D ISSUER NOT COOPERATING*	-	IVR D ISSUER NOT COOPERATING*	IVR D ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information



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About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) (Formerly Infomerics Valuation & Rating Pvt. Ltd.) 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.

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Annexure 1: Facility Details

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	35.06	IVR D ISSUER NOT COOPERATING*
Term Loan	-	-	-	September 2026	10.68	IVR D ISSUER NOT COOPERATING*
Letter of Credit	-	-	-	-	34.61	IVR D ISSUER NOT COOPERATING*
Bank Guarantee	-	-	-	-	2.00	IVR D ISSUER NOT COOPERATING*
Forward Contract	-	-	-	-	0.65	IVR D ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details: 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.