



Press Release

Atlas Pet Plas Industries Limited

February 02, 2021

Ratings

Instrument/Facility	Amount (Rs. Crore)	Ratings	Rating Action
Long Term Bank Facilities	12.50	IVR B+; ISSUER NOT COOPERATING (IVR Single B Plus; ISSUER NOT COOPERATING) *	Revised from IVR BB-; Stable; ISSUER NOT COOPERATING (IVR Double B Minus with stable outlook; ISSUER NOT COOPERATING) *
Total	12.50		

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

Detailed Rationale

Infomerics, vide press release dated January 24, 2020, had revised the rating of Atlas Pet Plas Industries Limited under the "ISSUER NOT COOPERATING" category as the company had failed to provide information for monitoring of its assigned rating to the bank facilities. 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.

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 entity, despite the downgrade.

Detailed Key Rating Drivers

Annual review for ISSUER NOT COOPERATING based on best available information.

Analytical approach and Applicable Criteria

Standalone

Guidelines on what constitutes Non-Cooperation by clients

Rating Methodology for Manufacturing Company

Financial Ratios & Interpretation – (Non-financial Sector)



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About the Company

Atlas Pet Plas Industries Limited (APPIL) was started by Atlas Cycles Haryana Ltd in 1994. Initially, the company was engaged in manufacturing of plastic bottles. Subsequently in 2009, the promoters leveraged their experience in the steel industry and set up a unit for manufacturing of CDW tubes. In 2010, the business operations were taken over by Mr. Gurmeet Singh, Mr. Gursimran Singh, and Mr. Tejbir Singh and the company underwent major transformation and restructuring. APPIL manufactures CDW (Cold Drawn Welded) steel tubes for use in automotive, boiler & heat exchangers, shock absorbers, air heaters, cylinder bore, etc and has its manufacturing unit at Bawal, District Rewari (Haryana) with an installed capacity of 750 tonnes per month.

Financials (Standalone):

For the year ended*	(Rs. In Crore)	
	31-03-2018	31-03-2019 [#]
	Audited	Audited
Total Operating Income	31.20	32.90
EBITDA	3.20	2.83
PAT	0.91	0.18
Total Debt	12.89	16.90
Tangible Net worth	8.93	9.03
EBITDA Margin (%)	10.24	8.60
PAT Margin (%)	2.90	0.55
Overall Gearing Ratio (x)	1.44	1.87

*Classification as per Infomerics' standards

Sourced from MCA

Status of non-cooperation with previous CRA: None

Any other information: N.A

Rating History for last three years:

S. No	Name of Instrument / Facilities	Current Rating (Year 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19	Date(s) & Rating(s) assigned in 2017-18



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1.	Fund Based - Bank Facilities	Long Term	12.50	IVR B+; Issuer Not Cooperating	IVR BB-/Stable Issuer Not Cooperating (Jan 24, 2020)	IVR BB/Stable (Dec 17, 2018)	-
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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.

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

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, suspend 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.



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Annexure 1: Details of Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating / Outlook
Long Term Bank Facilities – Cash Credit	-	-	-	12.50	IVR B+; ISSUER NOT COOPERATING*

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