



Press Release

BFG International Private Limited [BIPL]

March 25, 2021

Ratings

Sl. No.	Facilities	Amount (INR crore)	Rating	Rating Action
1	Long Term Fund Based Facility	17.44**	IVR BB- ISSUER NOT COOPERATING* (IVR Double B Minus ISSUER NOT COOPERATING)	Revised from IVR BB stable Outlook (IVR Double B with Stable Outlook) and moved to ISSUER NOT COOPERATING Category
2	Short Term (Non-Fund based)	1.25	IVR A4 ISSUER NOT COOPERATING (IVR A Four ISSUER NOT COOPERATING)	Reaffirmed and moved to ISSUER NOT COOPERATING category
3	Long Term/Short Term (Non-Fund based)	0.65	IVR BB- ISSUER NOT COOPERATING* (IVR Double B Minus ISSUER NOT COOPERATING)/ IVR A4 ISSUER NOT COOPERATING (IVR A Four ISSUER NOT COOPERATING)	Long Term revised and moved to ISSUER NOT COOPERATING category & Short Term reaffirmed and moved to ISSUER NOT COOPERATING category
	Total	19.34		

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

**Includes INR 5.00 Crore of proposed Cash Credit limit.

Details of Facility are in Annexure 1

Detailed Rationale

The rating revision is because of lack of adequate information regarding BFG International Private Limited 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 entity, despite the downgrade.



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Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide emails December 03, 2020; December 23, 2020, January 11, 2021, January 19, 2021, February 01, 2021, February 19, 2021 and March 03, 2021 and telephonic follow ups. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details/information for surveillance exercise.

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 bank loan ratings aggregating to INR 19.34 crore of BFG International Private Limited (BIPL) shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as IVR BB-; Issuer Not Co-operating; and IVR A4; Issuer Not Co-operating 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.

About the Company

BFG India is a 100% subsidiary of BFG International WLL- a global player in the composites industry. It is a Major Player in the Indian Composites Industry. It is Located in a Special Economic Zone of Chennai. It is in Close Proximity (60 kms) from International Sea Port with well-developed road infrastructure.

Financials (Standalone)

(INR Crore)

For the year ended* / As on	31-03-18 (Audited)	31-03-19 (Audited)
Total Operating Income	40.76	61.65
EBITDA	-0.93	6.26



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For the year ended* / As on	31-03-18 (Audited)	31-03-19 (Audited)
PAT	-3.86	2.44
Total Debt	13.48	13.10
Tangible Net worth	6.03	9.17
EBIDTA Margin (%)	-2.29	10.15
PAT Margin (%)	-9.47	3.96
Overall Gearing ratio	2.23	1.43

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: N.A.

Any other information: Nil

Rating History for last three years:

Sl. No	Name of Instrument/ Facility	Current Rating (Year: 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Rating assigned in 2019-30, (December 30, 2019)	Rating assigned in 2018-19	Rating assigned in 2017-18
1.	Fund Based Facility – Term Loan	Long Term	0.44	IVR BB-; ISSUER NOT CO-OPERATING	IVR BB /Stable Outlook	--	--
2.	Fund Based Facility – Cash Credit	Long Term	12.00	IVR BB-; ISSUER NOT CO-OPERATING	IVR BB /Stable Outlook	--	--
3.	Proposed Fund Based Facilities-Cash Credit	Long Term	5.00	IVR BB-; ISSUER NOT CO-OPERATING	IVR BB /Stable Outlook		
4.	Non-Fund Facilities-Letter of Credit	Short term	1.25	IVR A4; ISSUER NOT CO-OPERATING	IVR A4		
5.	Non-Fund Facilities-Bank	Long Term/ Short	0.65	IVR BB-/Stable Outlook	IVR BB/Stable Outlook		



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	Guarantee	Term		/IVR A4; ISSUER NOT CO-OPERATING	/IVR A4		
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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.

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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. 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.

Annexure 1: Details of Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (INR Crore)	Rating Assigned/ Outlook
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Long-Term-Fund Based -Term Loan	--	--	Sep-21	0.44	IVR BB-; ISSUER NOT COOPERATING*
Long-Term-Fund Based -Cash Credit	--	--	--	12.00	IVR BB-; ISSUER NOT COOPERATING*
Proposed Long-Term-Fund Based -Cash Credit	--	--	--	5.00	IVR BB-; ISSUER NOT COOPERATING*
Short Term Non-Fund Based Letter of Credit	--	--	--	1.25	IVR A4; ISSUER NOT COOPERATING*
Long Term/ Short Term-Non-Fund Based Bank Guarantee	--	--	--	0.65	IVR BB-; ISSUER NOT COOPERATING*/ IVR A4; ISSUER NOT COOPERATING*

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