



## Press Release

### Praful Overseas Private Limited

March 08<sup>th</sup>, 2021

S.N.	Instrument / Facility	Amount (INR crore)	Ratings	Rating Action
1	Long term Fund Based Facilities Term Loan	31.76	IVR BB+/Stable (Withdrawn)	Reaffirmed and Withdrawn
2	Long term Fund Based Facilities – Cash Credit	45.30	IVR BB+/Stable (Withdrawn)	Reaffirmed and Withdrawn
3	Short Term Non Fund Based Facilities – Bank Guarantee	6.50	IVR A4+ (Withdrawn)	Reaffirmed and Withdrawn
4	Short Term Non Fund Based Facilities – Letter of Credit	70.00	IVR A4+ (Withdrawn)	Reaffirmed and Withdrawn
5	Proposed Long Term Fund Based Facilities	2.82	IVR BB+/Stable (Withdrawn)	Reaffirmed and Withdrawn
	<b>Total</b>	<b>156.38</b>		

**Details of Facilities are in Annexure 1**

#### **Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers**

Infomerics has reaffirmed and withdrawn the outstanding ratings of IVR BB+/Stable; A4+ assigned to the bank facilities of Praful Overseas Private Limited with immediate effect. The above action has been taken at the request of Praful Overseas Private Limited and 'No Objection Certificate' received from the bank that have extended the facilities rated by Infomerics.

#### **Analytical Approach**

Standalone

#### **Applicable Criteria**

Rating Methodology for Manufacturing sector Companies

Financial Ratios & Interpretation (Non-Financial Sector)

Policy on Withdrawal of Ratings



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### About the Company

Prafful Overseas Private Limited (POPL) was promoted by the Aggarwal family in 1990. POPL is the flagship company of the Surat based Prafful group. Earlier, POPL was solely involved in processing of fabrics. In the year 2000, the company started embroidery of fabrics at GIDC Surat. Subsequently, the company diversified its product portfolio in 2008 by setting up a manufacturing facility in Bharuch (Gujarat) for fully drawn filament and mono filament nylon yarn. The company undertook a major capex of ~Rs.68 crore in FY18 for additional capacity in the nylon yarn segment

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

**Any other information: N.A.**

### Rating History for last three years:

Sl. No.	Name of Instrument/ Facilities	Current Rating (Year 2020-21)			Rating History for the past 3 years		
		Type	Amount (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2020-21 (December 03 <sup>rd</sup> , 2020)	Date(s) & Rating(s) assigned in 2019-20 (September 16 <sup>th</sup> , 2019)	Date(s) & Rating(s) assigned in 2018-19
1	Long term Fund Based Facilities Term Loan	Long Term	31.76	IVR BB+ and Withdrawn	IVR BB+	IVR BB+	--
2	Long term Fund Based Facilities – Cash Credit	Long Term	45.30	IVR BB+ and Withdrawn	IVR BB+	IVR BB+	--
3	Short Term Non Fund Based Facilities – Bank Guarantee	Short Term	6.50	IVR A4+ and Withdrawn	IVR A4+	IVR A4+	--
4	Short Term Non Fund Based Facilities – Letter of Credit	Short Term	70.00	IVR A4+ and Withdrawn	IVR A4+	IVR A4+	--



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5	Proposed Long Term Fund Based Facilities	Long Term	2.82	IVR BB+ and Withdrawn	IVR BB+	--	--
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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](http://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.



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### Annexure 1: Details of Facilities

Name of Facility	Size of Facility (INR Crore)	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Rating Assigned/ Outlook
Long term Fund Based Facilities Term Loan	31.76	NA	NA	December 2024	IVR BB+ (Withdrawn)
Long term Fund Based Facilities – Cash Credit	45.30	NA	NA	Revolving	IVR BB+ (Withdrawn)
Short Term Non Fund Based Facilities – Bank Guarantee	6.50	NA	NA	NA	IVR A4+ (Withdrawn)
Short Term Non Fund Based Facilities – Letter of Credit	70.00	NA	NA	Upto 120 days	IVR A4+ (Withdrawn)
Proposed Long Term Fund Based Facilities	2.82	NA	NA	NA	IVR BB+ (Withdrawn)