



Press Release

Emperial Films LLP

January 06, 2025

Ratings:

Facilities/ Instruments	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	<u>Complexity Indicator</u>
Long Term Bank Facilities	46.02	IVR BB+/ Negative Outlook; ISSUER NOT COOPERATING [IVR Double B Plus with Negative Outlook; Issuer Not Cooperating*]	IVR BBB-/ Stable [IVR Triple B Minus with Stable Outlook]	Rating downgraded, outlook revised and migrated to Issuer Not Cooperating Category	Simple
Short Term Bank Facilities	1.00	IVR A4+ [IVR A Four Plus; Issuer Not Cooperating*]	IVR A3 [IVR A Three]	Rating downgraded and migrated to Issuer Not Cooperating Category	Simple
Total	47.02	[Rupees Forty-seven crore and two lakhs only]			

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

**Details of Facilities are in Annexure 1. Facility wise lender details are at Annexure 2.
Detailed explanation of covenants is at Annexure 3.**

Ratings

The aforesaid long-term rating and short-term rating has been downgraded, outlook has been revised and the ratings have been migrated under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management cooperation.

Detailed Rationale

The aforesaid rating action to the bank facilities of Emperial Films LLP reflects lack of adequate information available about the performance of the firm 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.

Infomerics Ratings has rated the bank loan facilities of Emperial Films LLP in November 2023. Despite close follow up through telephone calls and mails dated November 22, 2024, November 25, 2024, December 02, 2024, December 04, 2024, and December 06, 2024,



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December 09, 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 act of non-cooperation. In the absence of adequate information from the entity, Infomerics Ratings is unable to assess the firm'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 entity. Based upon the same Infomerics Ratings has downgraded the ratings and migrated the long-term bank facilities of Emperial Films LLP to IVR BB+/Negative; ISSUER NOT COOPERATING and the short-term bank facilities to IVR A4+; ISSUER NOT COOPERATING.

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, Infomerics Ratings has to assign the rating based on the best available information. Accordingly, the bank loan facilities of Emperial Films LLP, aggregating to Rs. 47.02 crore have been migrated to 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR BB+/Negative; ISSUER NOT COOPERATING and IVR A4+; ISSUER NOT COOPERATING.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies](#)

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

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

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

[Criteria for assigning Rating Outlook](#)

[Instrument/Facility wise Default Recognition & Post-Default Curing Period](#)

Liquidity: Unable to comment due to lack of adequate information

About the Firm



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Emperial Films LLP (EFL) was incorporated in 2017 by Mr. Rakesh Dadhaniya and Mr. Ashok Patel. The firm started its manufacturing operations in August 2018 at Gujarat and sales commenced in September 2018. EFL is engaged in manufacturing of cast polypropylene (CPP) films which are mainly used for food packaging. EFL has well diversified and reputed customer base in the domestic market as well as in export market. The current annual installed capacity of the unit is 8600 MTPA. The firm is part of Royal Group of Industries which is engaged in plastic industry for more than 8 years with various companies under its fold.

Financials (Standalone): Latest Financials not available

For the year ended* / Rs. Crore	(Rs. Crore)	
	31-03-2022	31-03-2023
	Audited	Audited
Total Operating Income	112.11	131.43
EBITDA	9.99	10.57
PAT	1.09	1.10
Total Debt	35.79	29.95
Tangible Net Worth	22.68	24.10
EBITDA Margin (%)	8.91	8.04
PAT Margin (%)	0.97	0.84
Overall Gearing Ratio(x)	1.58	1.24
Interest Coverage(x)	6.44	4.98

**Classification as per Infomerics` Standard*

Status of non-cooperation with previous CRA: CRISIL Limited vide its press release dated May 21, 2024, has continued to classify the ratings of the firm under Issuer Not Cooperating category on account of non-submission of relevant information

Any other information: Not Applicable

Rating History for last three years:



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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	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-2022
					November 09, 2023	August 22, 2022	July 28, 2021
1.	Long Term Bank Facilities	Long Term	46.02	IVR BB+/Negative; ISSUER NOT COOPERATING*	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable
2.	Short Term Bank Facilities	Short Term	1.00	IVR A4+; ISSUER NOT COOPERATING*	IVR A3	IVR A3	IVR A3

* Issuer did not cooperate; based on best available information

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About Infomerics:

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.



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

For more information visit 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.





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Annexure 1: Details of Facilities

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs Crore)	Rating Assigned/ Outlook
Long Term Bank Facility-Term Loan	-	-	-	March 2030	32.02	IVR BB+/ Negative; ISSUER NOT COOPERATING*
Long Term Bank Facility-Cash Credit	-	-	-	-	14.00	IVR BB+/ Negative; ISSUER NOT COOPERATING*
Short Term Bank Facility-Bank Guarantee	-	-	-	-	1.00	IVR A4+; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details

<https://www.infomerics.com/admin/prfiles/Len-Emperial-Films-06jan25.pdf>

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

Annexure 4: List of companies considered for consolidated 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.