



## Press Release

### 3B Films Private Limited

July 5, 2024

#### Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	60.93	IVR BB/ Negative ISSUER NOT COOPERATING* (IVR double B with Negative outlook Issuer Not Cooperating)	IVR BB+/ Stable (IVR double B plus with Stable Outlook)	Downgraded and moved to Issuer Not Cooperating category	Simple
Short Term Bank Facilities	3.07	IVR A4 ISSUER NOT COOPERATING* (IVR A Four Issuer Not Cooperating)	IVR A4+ (IVR A Four Plus)	Downgraded and moved to Issuer Not Cooperating category	Simple
Total	64.00 (INR Sixty-four 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 downgraded the ratings and moved the ratings assigned to the bank facilities of 3B Films Private Limited to 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 facilities, vide mail communications dated April



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3, 2024, April 16, 2024, May 23, 2024, June 26, 2024, June 28, 2024, July 01, 2024, July 02, 2024, and 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 ratings.

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 long term and short-term ratings of the bank loan facilities aggregating to Rs. 64.00 crore of 3B Films Private Limited shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the long term and short term rating will be noted as "IVR BB/ Negative/ IVR A4 ISSUER NOT CO-OPERATING; Based on best available information (IVR Double B with Negative outlook and IVR A four Issuer Not Co-operating; Based on best available information)

**Analytical Approach:** Standalone

**Applicable Criteria:**

[Rating Methodology for Manufacturing Companies](#)

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

[Criteria for assigning rating outlook](#)

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

[Policy on Default Recognition](#)

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

### **About the Company**

Gujrat-based 3B Films Private Limited was incorporated in 2014. The company started its commercial operation from April 2017. The company is engaged in the manufacturing of Cast Polypropylene Films. It can produce the entire range of CPP films from 15 microns to 300 microns in plain, white opaque, and metallizable grades. The company has eximious team of technocrat having hands-on experience on CPP manufacturing lines. The installed capacity of the CPP films production at present is 12000 MT per annum.



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The company's day-to-day operations are looked after by Mr. Ashokbhai Dhanjibhai Babariya, Mr. Mukeshbhai Dhanjibhai Babariya and Ms. Gulabben Nitinbhai Babariya, along with a team of experienced professionals.

### Financials (Standalone):

For the year ended/ As on*	(Rs. crore)	
	31-03-2022	31-03-2023
	Audited	Provisional
Total Operating Income	67.72	72.55
EBITDA	8.43	10.90
PAT	-1.36	1.24
Total Debt	69.38	68.60
Tangible Net Worth	47.78	49.26
EBITDA Margin (%)	12.45	15.02
PAT Margin (%)	-2.01	1.70
Overall Gearing Ratio (x)	1.45	1.34
Interest Coverage (x)	1.40	1.75

\* Classification as per Infomerics' standards.

**Status of non-cooperation with previous CRA:** As per PR dated June 29, 2023, Acuite Ratings continued to keep the ratings in the non-cooperating category due to non-cooperation from the client.

**Any other information:** Nil

### Rating History for last three years:

Sr. No.	Name of Security/Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type (Long Term/ Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (June 01, 2023)	Date(s) & Rating(s) assigned in 2022-23 (November 09, 2022)	Date(s) & Rating(s) assigned in 2021-22 (September 01, 2021)
1	Term Loans	Long Term	37.93	IVR BB/ Negative ISSUER NOT COOPERATING*	IVR BB+/ Stable	IVR BB- ISSUER NOT COOPERATING*	IVR BB/ Stable



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2	Cash Credit	Long Term	23.00	IVR BB/ Negative ISSUER NOT COOPERATING*	IVR BB+/ Stable	IVR BB- ISSUER NOT COOPERATING*	IVR BB/ Stable
3	Bank Guarantee	Short Term	3.07	IVR A4 ISSUER NOT COOPERATING*	IVR A4+	-	-

*\*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 and definition of ratings please visit [www.infomerics.com](http://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.

### Annexure 1: Instrument/Facility Details

Name of Facility/ Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan 1	-	-	-	October 2024	0.72	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 2	-	-	-	May 2027	21.15	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 3	-	-	-	March 2028	9.75	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 4	-	-	-	May 2024	2.76	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 5	-	-	-	March 2027	1.69	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 6	-	-	-	July 2024	1.56	IVR BB/ Negative ISSUER NOT COOPERATING*
Term Loan 7	-	-	-	August 2026	0.30	IVR BB/ Negative ISSUER NOT COOPERATING*
Cash Credit 1	-	-	-	-	8.00	IVR BB/ Negative ISSUER NOT COOPERATING*





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Cash Credit 2	-	-	-	-	15.00	IVR BB/ Negative ISSUER NOT COOPERATING*
Bank Guarantee 1	-	-	-	-	1.50	IVR A4 ISSUER NOT COOPERATING*
Bank Guarantee 2	-	-	-	-	1.57	IVR A4 ISSUER NOT COOPERATING*

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

**Annexure 2: Facility wise lender details (Hyperlink to be added): Not applicable**

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

Name of the Security		Detailed Explanation
	<b>Financial Covenant</b>	
	i.	
	ii.	
	<b>Non-financial Covenant</b>	
	i.	
	ii.	

**Annexure 4: List of companies considered for consolidated/Combined analysis: Not applicable**

Name of the company/Entity	Consolidation/Combined Approach

**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).