



## Press Release

### Asian Sealing Products Private Limited (ASPPL)

April 30, 2024

#### Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	11.26	IVR B+/ Negative; ISSUER NOT COOPERATING* (IVR Single B Plus with Negative Outlook; ISSUER NOT COOPERATING*)	Downgraded from IVR BB-/ Stable (IVR Double B Minus with Stable Outlook) and moved to ISSUER NOT COOPERATING Category	Simple
Short Term Bank Facilities	18.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING*)	Reaffirmed at IVR A4 (IVR A Four) and moved to ISSUER NOT COOPERATING category	Simple
<b>Total</b>	<b>29.26 (Rupees Twenty-Nine Crore Twenty-Six Lakh Only)</b>			

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

**Details of Facilities are in Annexure 1**

#### Detailed Rationale

The revision in the ratings assigned to the bank facilities of Asian Sealing Products Pvt Ltd. (ASPPL) reflects lack of adequate information available, non-payment of annual surveillance fees and 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 lender, investors and other market participants are thus advised to exercise appropriate caution while using this rating as this rating may not adequately reflect the credit risk profile of the entity.



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### **Note on Non-cooperation**

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide email communications dated January 11, 2024, January 18, 2024, January 23, 2024, January 31, 2024, February 07, 2024, February 15, 2024, February 21, 2024, February 29, 2024, March 05, 2024, and March 26, 2024, March 29, 2024, April 18, 2024 and concurrently over several phone calls. However, despite the repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the ratings except the financials.

Availability of information is very critical in the rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to review the rating based on the best available information. Accordingly, the long-term and short-term ratings for the bank facilities aggregating to Rs. 29.26 crore of ASPPL to be moved to 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating will be downgraded at 'IVR B+ / Negative and to be moved to ISSUER NOT CO-OPERATING, and short-term rating will be reaffirmed at IVR A4 and to be moved to ISSUER NOT CO-OPERATING, based on best available information.

**Analytical Approach:** Standalone

### **Applicable Criteria:**

[Policy on Issuer Not Cooperating](#)

[Rating Methodology for Manufacturing Companies](#)

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

[Criteria for assigning outlook](#)

[Default Recognition Policy](#)

### **About the Company**

Incorporated in 2011, Kancheepuram based ASPPL manufactures industrial gaskets (metallic & non-metallic) that find application in various industries like oil & gas, petro chemical industries. Major types of gaskets manufactured are Ring Type Joint Gaskets, Spiral Wound



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Gaskets, Insulation Kit Gaskets, Non-Metal, and other special gaskets. The promoters of ASPPL are Mr. Rathinam Aranganathan, Ms. Lakshmipriyaa Veerakumar and Mr. Subramaniam Venkatakrishnan. The promoters are having two decades experience in the engineering goods industry.

### Financials (Standalone)

(Rs. crore)		
For the year ended / As On*	31-03-2021 (Audited)	31-03-2022 (Audited)
Total Operating Income	49.68	64.73
EBITDA	6.27	7.01
PAT	0.49	1.09
Total Debt	29.82	30.80
Tangible Net Worth (including Quasi Equity)	13.93	15.00
<b>Ratios</b>		
EBITDA Margin (%)	12.62	10.83
PAT Margin (%)	0.97	1.66
Overall Gearing Ratio (including Quasi Equity) (x)	2.14	2.05

\*Classification as per Infomerics' standards

**Status of non-cooperation with previous CRA:** Acuite Ratings in their press release dated April 07, 2023 has moved the case under issuer not cooperating status on account of non-submission of relevant information and non-submission of NDS for 3 consecutive months.

**Any other information:** Nil

**Rating History for last three years:**



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Sl. No.	Name of Instrument/Facilities	Current Rating (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (April 11, 2023)	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
1.	Term Loan	Long Term	6.13	IVR B+/Negative; INC	IVR BB-/ Stable	-	-
2.	GECL Loan	Long Term	4.13	IVR B+/Negative; INC	IVR BB-/ Stable	-	-
3.	Open Cash Credit	Long Term	1.00	IVR B+/Negative; INC	IVR BB-/ Stable	-	-
4.	Packing Credit	Short Term	18.00	IVR A4; INC	IVR A4	-	-

### Name and Contact Details of the Rating Analyst:

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### About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit [www.infomerics.com](http://www.infomerics.com)



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**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 Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. crore)	Rating Assigned/ Outlook
Term Loan	-	-	Dec-27	6.13	IVR B+/ Negative; INC
GECL Loan	-	-	June-25	4.13	IVR B+/ Negative; INC
Open Cash Credit	-	-	-	1.00	IVR B+/ Negative; INC
Packing Credit	-	-	-	18.00	IVR A4; INC

**Annexure 2: List of companies considered for consolidated analysis:** Not Applicable

**Annexure 3: Facility wise lender details**

**Annexure 4: Detailed explanation of covenants of the rated instrument/facilities:** 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](http://www.infomerics.com).