



Press Release

Atlas Pet Plast Industries Limited

April 13, 2022

Ratings:

Facilities/Instruments	Amount (Rs. crore)	Current Ratings	Rating Action	Complexity Indicator (Simple / High / Complex)
Long Term Fund Based Facility	12.50	IVR B/ Issuer Not Cooperating (IVR Single B Issuer Not Cooperating)	Downgraded under Issuer Not Cooperating category	Simple
Total	12.50			

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

Details of Facility are in Annexure 1

Detailed Rationale

The rating downgrade is because of lack adequate information regarding Atlas Pet Plas Industries Limited performance 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.

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 and complete other rating formalities, vide mail communications dated Dec 31, 2021, Feb 01, 2022, Mar 14, 2022, Mar 21, 2022, Apr 11, 2022 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details 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



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on the best available information. Accordingly, the long term ratings for the bank loan facilities aggregating to Rs. 12.50 Crores of Atlas Pet Plas Industries Limited shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as IVR B: Issuer Not Cooperating based on best available information.

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 company.

Analytical Approach: Standalone

Applicable Criteria

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

[Rating Methodology for Manufacturing Companies](#)

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

About the Company

Atlas Pet Plas Industries Limited (APPIL) was started by Atlas Cycles Haryana Ltd in 1994. Initially, the company was engaged in manufacturing of plastic bottles. Subsequently in 2009, the promoters leveraged their experience in the steel industry and set up a unit for manufacturing of CDW tubes. In 2010, the business operations were taken over by Mr. Gurmeet Singh, Mr. Gursimran Singh, and Mr. Tejbir Singh and the company underwent major transformation and restructuring. APPIL manufactures CDW (Cold Drawn Welded) steel tubes for use in automotive, boiler & heat exchangers, shock absorbers, air heaters, cylinder bore, etc and has its manufacturing unit at Bawal, District Rewari (Haryana) with an installed capacity of 750 tonnes per month.

Financials (Standalone):

(Rs. Crore)

For the year ended/As on	31.03.2018	31.03.2019
	Audited	Audited
Total Operating Income	31.20	32.90
EBITDA	3.20	2.83
PAT	0.91	0.18
Total Debt	12.89	16.90
TNW (Adjusted)	8.93	9.03
EBITDA Margin (%)	10.24	8.60
PAT Margin (%)	2.90	0.55
Overall Gearing Ratio (x)	1.44	1.87

Status of non-cooperation with previous CRA: Nil



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Any other information: Nil

Rating History for last three years:

S. No	Name of Instrument/ Facilities	Current Rating (Year 2021-22)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating (April 13, 2022)	Date(s) & Rating(s) assigned in 2020-21 (Feb 02, 2021)	Date(s) & Rating(s) assigned in 2019-20 (24-Jan-2020)	Date(s) & Rating(s) assigned in 2018-19 (17-Dec-2018)
1.	Fund Based Facilities	Long Term	12.50	IVR B (Issuer Not Cooperating)	IVR B+ (Issuer Not Cooperating)	IVR BB- (Issuer Not Cooperating)	IVR BB/Stable

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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

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



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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	Size of Facility (INR Crore)	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Rating Assigned/ Outlook
Long Term Fund Based Facility-Cash Credit	12.50	-	-	-	IVR B (INC)*

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

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

Annexure 3: Facility wise lender details

<https://www.infomerics.com/admin/prfiles/Len-atlast-pet-apr22.pdf>

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.