



Press Release

Whitelotus Industries Limited (WIL)

October 22, 2024

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities - Term Loan	13.27	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 migrated to Issuer Not Cooperating category and outlook revised to Negative	Simple
Long Term Bank Facilities – Cash Credit	28.00	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 migrated to Issuer Not Cooperating category and outlook revised to Negative	Simple
Total	Rs. 41.27 Crore (Rupees Forty-One crore Twenty-Seven lakh 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 and migrated the ratings of Whitelotus Industries Limited to 'Issuer Not Cooperating' category due to lack of adequate information, non-payment of annual surveillance fees and the uncertainty around its credit risks. 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 this rating may not adequately reflect the credit risk profile of



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the entity.

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 September 2, 2024, September 13, 2024, and September 25, 2024, October 4, 2024, and October 10, 2024, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details/information for surveillance exercise.

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 assign the rating based on the best available information.

Accordingly, the rating for the bank facilities of Whitelotus Industries Limited aggregating to Rs. 41.27 crore has been downgraded and migrated to ISSUER NOT COOPERATING category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

[Policy on Issuer Not-Cooperating](#)

[Criteria of assigning Rating outlook](#)

[Policy on Default Recognition and Post – Default Curing Period](#)

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

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

[Rating Methodology for Manufacturing Companies](#)

About the Company

Whitelotus Industries Limited (WIL) was incorporated on April 18, 2011, and is engaged in manufacturing packaging products and Polyester Lacquered Film with an installed capacity of 5400 MTPA and 4200 MTPA respectively. WIL is currently managed by its Managing Director Mr. Sumant Jalan who has an experience of more than two decades of experience in the industry.



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Financials (Standalone):

For the year ended / As on	(Rs. crore)	
	31-03-2022 Audited	31-03-2023 Provisional
Total Operating Income	130.06	150.03
EBITDA	10.35	7.76
PAT	(0.03)	1.85
Total Debt	53.32	53.10
Tangible Net-Worth	20.49	21.95
Ratios		
EBITDA Margin (%)	7.95	5.16
PAT Margin (%)	(0.02)	1.21
Overall Gearing Ratio (x)	2.46	2.30
Interest Coverage (x)	1.99	1.61

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA:

ACUITE continued to maintain the ratings assigned to WIL's bank facilities in the 'Issuer Not Cooperating' category vide Press Release dated October 20, 2023, due to non-submission of information by the company.

Any other information: Nil

Rating History for last three years:

Sr. No	Name of Security/Facilities	Current Ratings (2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
					(September 11, 2023)		
1.	Term Loan	Long Term	13.27	IVR BB/ Negative; Issuer Not Cooperating*	IVR BB+/ Stable	--	--
2.	Cash Credit	Long Term	28.00	IVR BB/ Negative; Issuer Not Cooperating*	IVR BB+/ Stable	--	--

*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.

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.

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: Instrument/Facility Details

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan	--	--	December, 2029	13.27	IVR BB/ Negative; Issuer Not Cooperating*
Cash Credit	--	--	--	28.00	IVR BB/ Negative; Issuer Not Cooperating*

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

Annexure 2: Facility wise lender details: Not Applicable

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.