

## Hema Dyechem Private Limited

September 07, 2022

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term / Short Term Bank Facilities	14.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING* (Single B Plus / A Four; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	2.20	CARE A4; ISSUER NOT COOPERATING* (A Four; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>16.70</b> <b>(Rs. Sixteen Crore and Seventy Lakhs Only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated July 01, 2021, placed the rating(s) of Hema Dyechem Private Limited (HDPL) under the 'issuer non-cooperating' category as HDPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. HDPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated May 17, 2022, May 27, 2022, June 06, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

### Detailed description of the key rating drivers

Please refer to PR dated [July 01, 2021](#)

**Analytical approach:** Standalone

### Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

### About the Company

HDPL promoted by Mr. Anil Merchant, was established in 1975 as partnership concern as Hema Chemical Co. which was subsequently converted into a private limited company in 2003. HDPL is engaged into the manufacturing of benzene based chemical intermediaries which finds application in the paint industry. HDPL's manufacturing unit is located in Vapi (Gujarat) which has an installed capacity of 2340 Metric Tonne Per Annum (MTPA) as on March 31, 2015. HDPL's sales and distribution office is located at Mumbai and mainly exports its products to European countries. Other associates of HDPL include Vapi Spectrochem Pvt. Ltd. (carries out Be'champ reduction), Amitech Chemicals Pvt. Ltd. (carries out thiyonal chloride reaction) and Fine Hydrochem Pvt. Ltd. (carries out hydrolysis activity) which is in similar line of business and also carries out job work for HDPL.

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)	Q1FY23 (Prov.)
Total operating income	31.01	51.17	NA	NA
PBILDT	2.48	11.16	NA	NA
PAT	0.91	5.38	NA	NA
Overall gearing (times)	0.19	0.26	NA	NA
Interest coverage (times)	2.68	2.69	NA	NA

A: Audited, Prov.: Provisional, NA: Not Available

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

**Status of non-cooperation with previous CRA:** Acuite (SMERA) has continued the rating assigned to the bank facilities of HDPL into Issuer Not Cooperating category vide press release dated May 24, 2022 on account of its inability to carry out a review in the absence of the requisite information from the company.

**Any other information:** Not Applicable

**Rating History for last three years:** Please refer Annexure-2

**Covenants of rated instrument/facility:** Annexure-3

**Complexity level of various instruments rated for this company:** Annexure-4

**Annexure-1: Details of Instruments/Facilities**

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating Assigned along with Rating Outlook
Fund-based - LT/ ST-CC/PC/Bill Discounting		-	-	-	10.00	CARE B+ / CARE A4; ISSUER NOT COOPERATING*
Fund-based - LT/ ST-Post Shipment Credit		-	-	-	4.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	0.20	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	2.00	CARE A4; ISSUER NOT COOPERATING*

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

**Annexure-2: Rating History of last three years**

Sr. No	Name of the Instrument/ Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT/ ST-CC/PC/Bill Discounting	LT/ST*	10.00	CARE B+ / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B+ / CARE A4; ISSUER NOT COOPERATING* (01-Jul-21)	1)CARE BB / CARE A4; ISSUER NOT COOPERATING* (29-Jun-20)	1)CARE BB+ / CARE A4+; ISSUER NOT COOPERATING* (22-Jul-19)
2	Fund-based - LT/ ST-Post Shipment Credit	LT/ST*	4.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B+ / CARE A4; ISSUER NOT COOPERATING* (01-Jul-21)	1)CARE BB / CARE A4; ISSUER NOT COOPERATING* (29-Jun-20)	1)CARE BB+ / CARE A4+; ISSUER NOT COOPERATING* (22-Jul-19)
3	Non-fund-based - ST-Bank Guarantee	ST	0.20	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (01-Jul-21)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-20)	1)CARE A4+; ISSUER NOT COOPERATING* (22-Jul-19)
4	Non-fund-based - ST-Letter of credit	ST	2.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (01-Jul-21)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-20)	1)CARE A4+; ISSUER NOT COOPERATING* (22-Jul-19)

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

**Annexure-3: Detailed explanation of covenants of rated instrument/facility:** Not Applicable

**Annexure-4: Complexity level of various instruments rated for this company**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT/ ST-CC/PC/Bill Discounting	Simple
2	Fund-based - LT/ ST-Post Shipment Credit	Simple
3	Non-fund-based - ST-Bank Guarantee	Simple
4	Non-fund-based - ST-Letter of credit	Simple

**Annexure-5: Bank Lender Details for this Company**

To view the lender wise details of bank facilities please [click here](#)

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to [care@careedge.in](mailto:care@careedge.in) for any clarifications.

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**About CARE Ratings Limited:**

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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