

Noble Corrugators Private Limited

December 07, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	5.00	CARE BB-; Stable; ISSUER NOT COOPERATING* (Double B Minus; Outlook: Stable; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable; (Double B; Outlook: Stable)
Total Bank Facilities	5.00 (Rs. Five Crore Only)		

Details of instruments/facilities in Annexure-1

*Issuer did not cooperate; Based on best available information

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated September 13, 2021, placed the rating(s) of Noble Corrugators Private Limited (NCPL) under the 'issuer non-cooperating' category as NCPL 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. NCPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 30, 2022, August 10, 2022, August 19, 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).

The ratings assigned to the bank facilities of NCPL have been revised on account of non-availability of requisite information. The revision is due to change in analytical approach to standalone as well as small scale of operation during FY22.

Detailed description of the key rating drivers

Please refer to PR dated [September 13, 2021](#)

Analytical approach: Standalone

Revised from combined to standalone; Earlier CARE has taken a combined view on Orient Kagaz Converters Private Limited (OKCPL) and NCPL as both the entities are in same line of business, have common promoters and are under common management. Further, due to lack of sufficient information of all the group companies, the analytical approach has been changed to standalone.

Applicable Criteria

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

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

NCPL was formed in 1995, however, started operations from 1996. NCPL engaged in the business of manufacturing of customized corrugated boxes. While its another group entity named Orient Kagaz Converters Private Limited was formed in 1993 as a partnership concern by Modi family with an objective to manufacture corrugated boxes. In 2007, its constitution was changed to private limited company and it assumed its current name, OKCPL. OKCPL is engaged in the business of manufacturing of customized corrugated boxes, sheets and paper cones as per the requirement of the customers. Further, both are also engaged in the printing and designing of its products. Further, the products of the group are ISO (22000:2005) certified for food safety. The manufacturing facility of OKCPL is located at Mandideep, Madhya Pradesh having 140000 Sq. ft. area and has additional go-down facility in 20,000 sq. ft. area to keep finished goods. Over the years, the company has undertaken various expansion projects to increase its installed capacity and stood at 2500 tonnes per month as on March 31, 2018. Further, during FY19, it has installed solar plant having capacity of 250 Kilo Watt (KW) for captive consumption in OKCPL. NCPL was earlier engaged in manufacturing of corrugated boxes, now it is engaged in manufacturing of cones with installed capacity of 70,000 cones per day.

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Brief Financials (Rs. crore)	FY21 (A)	FY22 (A)	H1FY23 (Prov.)
Total operating income	9.61	10.72	NA
PBILDT	1.54	1.56	NA
PAT	0.57	0.83	NA
Overall gearing (times)	2.77	1.50	NA
Interest coverage (times)	4.69	5.54	NA

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

Status of non-cooperation with previous CRA: Not Applicable

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-Cash Credit		-	-	-	0.27	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based-Long Term		-	-	April 2028	4.73	CARE BB-; Stable; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating history for the 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-Long Term	LT	4.73	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (13-Sep-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (23-Jul-20)	1)CARE BBB-; Stable; ISSUER NOT COOPERATING* (23-Jan-20)
2	Fund-based - LT-Cash Credit	LT	0.27	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (13-Sep-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (23-Jul-20)	1)CARE BBB-; Stable; ISSUER NOT COOPERATING* (23-Jan-20)

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: Not applicable

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

Sr. No.	Name of Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based-Long Term	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 for any clarifications.

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About CARE Ratings Limited:

Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.

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.

Disclaimer

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