

## Balaji Leather Creation

January 20, 2023

### Ratings

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Short Term Bank Facilities	5.10	CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1

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

### Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated January 17, 2022, placed the rating(s) of Balaji Leather Creation (BLC) under the 'issuer non-cooperating' category as BLC 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. BLC continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated December 03, 2022, December 13, 2022, December 23, 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 [January 17, 2022](#)

**Analytical approach:** Standalone

### Applicable criteria

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

[Policy on default recognition](#)

### About the firm

Balaji Leather Creation (BLC) was set up as a proprietorship entity in May 2003 by Mr. Amitabh Singh. Since its inception, the entity has been engaged in manufacturing of leather goods like purse, wallets, hand bags, folio bags, luggage bags, belts etc. BCL's plant is located at 3, Pagladanga Road, Udayan Industrial Estate, Kolkata, West Bengal. The entity procures its basic raw material (i.e. leather) from the domestic market whereas the other accessories are procured from China. BCL is a 100% export house and the major export destinations of the entity are Denmark, Norway, Sweden, France and United Kingdom. Moreover the entity has not availed any moratorium.

Brief Financials (₹. crore)	FY21 (A)	FY22 (A)	9MFY23 (Prov.)
Total operating income	NA	NA	NA
PBILDT	NA	NA	NA
PAT	NA	NA	NA
Overall gearing (times)	NA	NA	NA
Interest coverage (times)	NA	NA	NA

**Status of non-cooperation with previous CRA:** CRISIL has continued the rating assigned to the bank facilities of BLC into ISSUER NOT COOPERATING category vide press release dated December 28, 2021 on account of its inability to carry out a review in the absence of requisite information.

**Any other information:** Not applicable

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

**Covenants of the rated instruments/facilities:** Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of various instruments rated for this firm:** Please refer Annexure-4

**Lender details:** Please refer Annexure-5

<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

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

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - ST-Bill Discounting/ Bills Purchasing	-	-	-	-	2.80	CARE A4; ISSUER NOT COOPERATING*
Fund-based - ST-EPC/PSC	-	-	-	-	2.30	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 (₹ 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 - ST-Bill Discounting/ Bills Purchasing	ST	2.80	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (17-Jan-22)	1)CARE A4; ISSUER NOT COOPERATING* (14-Jan-21)	1)CARE A4 (19-Feb-20)
2	Fund-based - ST-EPC/PSC	ST	2.30	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (17-Jan-22)	1)CARE A4; ISSUER NOT COOPERATING* (14-Jan-21)	1)CARE A4 (19-Feb-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 the various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - ST-Bill Discounting/ Bills Purchasing	Simple
2	Fund-based - ST-EPC/PSC	Simple

**Annexure-5: Lender details**

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

**Note on the complexity levels of the rated instruments:** CARE Ratings 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 us:**

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