

Millenium Papers Private Limited

April 02, 2026

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	8.53	CARE B; Stable; ISSUER NOT COOPERATING*	Downgraded from CARE B+ and removed from Rating Watch with Developing Implications; Stable outlook assigned and moved to ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	25.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	LT rating downgraded from CARE B+; Stable outlook assigned and ST rating reaffirmed and removed from Rating Watch with Developing Implications and moved to ISSUER NOT COOPERATING category
Short Term Bank Facilities	34.00	CARE A4; ISSUER NOT COOPERATING*	Rating moved to ISSUER NOT COOPERATING category; Reaffirmed and removed from Rating Watch with Developing Implications

Details of instruments/facilities in Annexure-1.

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

Rationale and key rating drivers

CARE Ratings Ltd. (CareEdge Ratings) has been seeking information from Millenium Papers Private Limited (MPPL) to monitor the ratings vide e-mail communications dated October 31, 2025, December 01, 2025, December 09, 2025, March 05, 2026 and March 07, 2026, and numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the ratings. In line with the extant SEBI guidelines, CareEdge Ratings has reviewed the rating on the basis of the best available information which however, in CareEdge Ratings' opinion is not sufficient to arrive at a fair rating. The ratings on MPPL's bank facilities will now be denoted as CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*.

CareEdge Ratings has removed the 'Rating Watch with Developing Implications' and assigned "stable" Outlook to the bank facilities of MPPL. Earlier on March 10, 2025, the ratings were placed under 'Rating Watch with Developing Implications' following MPPL's management's articulation of divesting majority equity stake to Hella Infra Market Limited (HIML). The rating action follows successful completion of the said divestment of controlling (51%) equity stake to HIML.

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

Ratings assigned to the bank facilities of MPPL have been revised on account of non-availability of the requisite information to conduct the review.

Ratings continue to remain constrained on account of significant decline in the profitability which resulted in cash loss and modest debt coverage indicators in FY24 and FY25 (FY refers to April 01 to March 31). Further, the ratings are constrained due to MPPL's presence in the highly fragmented and cyclical paper and paper product industry, vulnerability of its profitability to volatile input prices and exchange rate fluctuations, need for continuous compliance with stringent pollution control norms and stretched liquidity. Ratings, however, derives strength from the long-standing experience of the promoters having multiple businesses resulting in operational synergies, and wide applicability of MPPL's product profile creating diversified customer base.

Analytical approach: Standalone

Outlook: Stable

CARE Ratings believes that the MPPL will continue to derive benefit from its experienced partners and well-established distribution network.

Detailed description of key rating drivers:

At the time of last rating on March 12, 2025, following were the key rating strengths and weaknesses considered (updated with FY25 (A) financials).

¹Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

Key weaknesses**Decline in the profitability resulting in cash loss**

Total operating income (TOI) of MPPL declined by ~24% on y-o-y basis to ₹70.27 crore (FY24: ₹91.88 crore) owing to subdued demand scenario and competitive industry landscape which led to oversupply situation thus impacting the net sales realisations. Company continued to incur the operating loss during FY24 and FY25. Consequently, it reported cash loss of ₹3.57 crore (FY24: cash loss of ₹18.81 crore) in FY25.

Leveraged capital structure and modest debt coverage indicators

The capital structure of MPPL although improved to 0.74x as on March 31, 2025 (1.94x as on March 31, 2024). MPPL's net worth base remained moderate at ₹35 crore as on March 31, 2025 (P.Y.: ₹24.70 crore), which includes unsecured loans to the tune of ₹36.87 crore (₹22.86 crore), due to subordination clause from lender. Consequent to the sustained operating losses, the debt coverage indicators deteriorated during last two years ended FY25.

Environment risk associated with paper mills

Water is a key element in the production of paper as it is consumed in major processes such as raw material cleaning and pulp mill. Paper manufacturing process leads to high volume of effluents as major proportion of water intake is discharged as effluent, which results in risks associated with environmental hazards. In order to ensure required treatment of wastewater released from the plant, MPPL has installed an effluent treatment plant (ETP) however, the entity remains vulnerable to any risk associated with the environment.

Presence in Highly fragmented and competitive industry wherein profit margins are susceptible to volatile input prices

Indian paper and paper board industry is highly fragmented with stiff competition from large number of organized as well as unorganized players. This limits the pricing power of the manufacturers in terms of flexibility to pass on the raw material price fluctuation to its customers. Raw material cost constitutes major cost of production in paper industry. For MPPL, the key raw material is wastepaper, prices of which are volatile in nature. It has negatively impacted the margins of MPPL and PBILDT margin declined remained negative for FY25. Hence, profitability of MPPL remains susceptible to volatile input prices.

Key strengths**Experience promoters having multiple businesses with synergies**

Incorporated in 2009, MPPL is a part of Morbi based Millennium group. The group has an established presence in ceramic industry through its other entities. MPPL is promoted by Jayeshkumar Koradiya and Mansukh Koradiya having over a decade of experience in the Paper manufacturing industry. Overall functions of business are looked by other family members. The promoters are supported by well qualified and experienced team of engineers and professionals.

Further, HIML acquired 51% equity stake in "Millennium Group" from its promoter. Presently, HIML holds 51% while balance equity stake is being held by erstwhile promoter.

Wide applicability of the product creating diversified customer base and Long track record of operations

MPPL manufactures and sells coated/uncoated duplex paper boards which find application in wide range of industries such as packaging for beverage industry, garments and corrugated boxes, manufacturing of match boxes, toys and game boxes, Cartons for pharmaceuticals, for making of Greeting Cards and Food packaging industry etc. Wide applicability of the manufactured product ensures limited impact of cyclicalities of end user industry resulting in assured demand offtake as well as diversified customer base for the company. The company has well established operational track of over decade in the paper industry which has led to established relations with the customers leading to stable order flow.

Assumptions/Covenants: Not applicable

Environment, social, and governance (ESG) risks: Not applicable

Applicable criteria

[Definition of Default](#)
[Factoring Linkages Parent Sub JV Group](#)
[Information Adequacy Risk and Issuer Non-Cooperation](#)
[Rating Outlook and Rating Watch](#)
[Manufacturing Companies](#)
[Paper & Paper Products](#)
[Financial Ratios – Non financial Sector](#)
[Short Term Instruments](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Commodities	Forest Materials	Paper, Forest & Jute Products	Paper & Paper Products

Incorporated in 2009, Millenium Papers Private Limited (MPPL) is a part of Morbi based Millennium group. The group also has established presence in ceramic industry through its other entities. MPPL is promoted by Jayeshkumar Koradiya and Mansukh Koradiya. The company is engaged into manufacturing of duplex paper which majorly finds application in packaging industry. Its manufacturing facilities are located at Morbi, Gujarat and have an installed capacity of 50000 MTPA.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)
Total operating income	91.88	70.27
PBILDT*	-15.96	-17.20
Profit after tax (PAT)	-22.29	-6.83
Overall gearing (x)	1.94	0.74
Interest coverage (x)	NM	NM

A: Audited; Note: these are latest available financial results

*PBILDT: Profit before interest, lease rentals, depreciation and tax, NM: Not meaningful

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

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 and Rating Outlook
Fund-based - LT/ ST-Cash Credit	-	-	-	-	25.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee	-	-	-	-	4.00	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit	-	-	-	-	30.00	CARE A4; ISSUER NOT COOPERATING*
Term Loan-Long Term	-	-	-	March 2028	8.53	CARE B; Stable; ISSUER NOT COOPERATING*

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

Annexure-2: Rating history for 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 2025-2026	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023
1	Fund-based - LT/ST-Cash Credit	LT/ST	25.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B+ / CARE A4 (RWD) (12-Mar-25)	1)CARE BB-; Stable / CARE A4 (18-Mar-24)	1)CARE BB; Stable / CARE A4 (22-Feb-23)
2	Term Loan-Long Term	LT	8.53	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+ (RWD) (12-Mar-25)	1)CARE BB-; Stable (18-Mar-24)	1)CARE BB; Stable (22-Feb-23)
3	Non-fund-based - ST-Bank Guarantee	ST	4.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4 (RWD) (12-Mar-25)	1)CARE A4 (18-Mar-24)	1)CARE A4 (22-Feb-23)
4	Non-fund-based - ST-Letter of credit	ST	30.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4 (RWD) (12-Mar-25)	1)CARE A4 (18-Mar-24)	1)CARE A4 (22-Feb-23)

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

LT: Long term; ST: Short term; LT/ST: Long term/Short term

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

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT/ ST-Cash Credit	Simple
2	Non-fund-based - ST-Bank Guarantee	Simple
3	Non-fund-based - ST-Letter of credit	Simple
4	Term Loan-Long Term	Simple

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CareEdge Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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