Premier Plasmotec Private Limited

September 03, 2026

Facilities/Instruments	Name of the Regulator[1]	Amount (₹ crore)	Rating[2]	Rating Action
Long term / Short term bank facilities	RBI	-	-	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded to CARE BB+; Stable / CARE A4+; ISSUER NOT COOPERATING* from CARE BBB-; Stable / CARE A3; ISSUER NOT COOPERATING* and Withdrawn
Long term bank facilities	RBI	-	-	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded to CARE BB+; Stable; ISSUER NOT COOPERATING* from CARE BBB-; Stable; ISSUER NOT COOPERATING* and Withdrawn

Details of instruments/facilities in Annexure-1.
*Issuer did not cooperate; based on best available information

Rationale and key rating drivers

CARE Ratings Limited (CareEdge Ratings) has downgraded and simultaneously withdrawn outstanding ratings of 'CARE BB+; Stable/ CARE A4+' [Double B Plus; Outlook: Stable/ A Four Plus] assigned to bank facilities of Premier Plasmotec Private Limited (PPPL) with immediate effect. Ratings withdrawal has been undertaken at the request of PPPL, 'No Objection Certificate' received from the bank(s) that have extended the facilities rated by CareEdge Ratings.

Downgrade in ratings is considering non-availability of requisite information due to non-cooperation by PPPL with CareEdge Ratings efforts to undertake a review of the outstanding ratings. CareEdge Ratings views information availability risk as a key factor in its assessment of credit risk. The ratings assigned to the bank facilities of PPPL continue to factor in growing scale of operations and efficient working capital management. The ratings also derive strength from the qualified and experienced management, moderate financial risk profile, established relationship with reputed customer base. The ratings also take cognizance of moving its all-manufacturing establishments from leased & rented premises to owned premises with additional capacities creation leading to saving monthly leased rental of Rs. 0.55 crore per month. The ratings, however, remain constrained by the concentrated customer base, high capex requirement leading to high debt repayment on an annual basis, raw material price fluctuation and competition in the industry.

Analytical approach: Standalone

Outlook: Stable

Detailed description of key rating drivers: At the time of last rating on March 31, 2026, following were the rating weaknesses and strengths (including liquidity position).

Key weaknesses

Concentrated customer base

The Indian Auto Component Industry caters to two segments- original equipment manufacturers (OEM) and replacement market. OEM dominates the auto component market contributing around 80% while the replacement market share is 20%. The auto component sector is largely unorganized with about 10,000 players operating in the unorganized market. The high competition restricts the pricing flexibility and bargaining power of the company. However, the risk is partially mitigated by the fact that the company is the supplier to reputed and long-term customers like TVS Motor Company Limited, Honda Motorcycle & Scooter India, Maruti Suzuki India Limited.

High fund requirement for capex leading to high repayments

The company is regularly undertaking capex for capacity expansion which lead to minimum surplus cash available in the company along with high debt repayment of existing term debts.

[1]SEBI: Securities and Exchange Board of India; RBI: Reserve Bank of India; MCA: Ministry of Corporate Affairs; IRDAI: Insurance Regulatory and Development Authority of India; PFRDA: Pension Fund Regulatory and Development Authority
[2]Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE Ratings Limited's publications.

Capex is necessary for PPPL as it supply to OEMs and they add new models every year which creates need for new technology. The company had undertaken capacity expansion for manufacturing facilities which lead to additional debt in FY21, FY22, FY24 and FY25, which lead to decrease in the surplus cash available with the company. Further, majority of the company's term loan has shorter maturity leading to high debt repayment year over year, thereby further leading to moderation in the DSCR. Company has availed debt in FY25 in order to expand the current capacity in order to meet the requirements of the OEMs for latest models. Also, in FY24 & FY25 company has also established their own units which was earlier on lease leading to savings of ~Rs.0.55 crores of per month lease rentals.
The overall gearing of the company stood at 1.90x as on March 31, 2025 as against 1.10x as on March 31, 2024.

Competition in the industry due to low entry barriers
The Indian Auto Component Industry caters to two segments- original equipment manufacturers (OEM) and replacement market. OEM dominates the auto component market contributing around 80% while the replacement market share is 20%. The auto component sector is largely unorganized with about 10,000 players operating in the unorganized market. The high competition restricts the pricing flexibility and bargaining power of the company. However, the risk is partially mitigated by the fact that the company is the supplier to reputed and long-term customers like TVS Motor Company Limited, Honda Motorcycle & Scooter India, Maruti Suzuki India Limited.

Raw material price fluctuation
The main raw material for the manufacturing of plastic moulding components are chemicals, metal PVC granules. There has been significant price fluctuation in the past due to the increase in price of crude oil derivatives and lower imports, thereby causing high costing of its product. However, most of the company products are covered under escalation clause with the customers and pricing for its product are revised every 3 months considering the market scenario. Therefore, the increase in price is short term in nature and is not expected to impact the long-term profitability of the company. However, inability of the company to pass on the price increases, will have an adverse impact on its profitability and given the high repayment due to recently completed capital expenditure, the company may have liquidity challenges, and this would be key rating sensitivity.

Key strengths

Experienced management
The business operations of PPPL are currently managed by Mr. Inder Bhatia and Mr. Ankit Bhatia. Mr. Inder Bhatia is the Managing Director of the company and has an experience of three and a half decades in the plastic moulding industry through his association with PPPL and other family businesses engaged in the same industry. Mr. Ankit Bhatia is a postgraduate by qualification and has over one decade of experience in the plastic moulding industry through his association with PPPL. In addition, the operations of the company are smoothly carried out by a team of managers and professionals who have requisite experience in their respective fields.

Growing scale of operations with slight improvement in profitability
The scale of operations of PPPL improved by ~28% as marked by total operating income (TOI) of Rs. 597.22 crore in FY25 against Rs. 465.69 crore in FY24 and further stood at Rs. 583.16 crore in 9MFY26. The increase in scale of operations is owing to better demand from existing and new customers. The profitability margins of the company also improved slightly as marked by PBILDT and PAT margin of 9.88% and 3.47% in FY25 against 8.94% and 3.10% respectively in FY24. The improvement in margins was on account low raw material cost and direct expenses.

Moderate Financial Risk Profile
The capital structure of the company moderated further in FY25 as marked by overall gearing of 1.90x as on March 31, 2025 as against 1.10x as on March 31, 2024. The moderation in gearing is on account of additional term loans availed for expansion in FY25.
The debt coverage indicators remained comfortable as marked by interest coverage ratio of 4.88x and total debt to GCA of 3.45x in FY25, as against 6.04x and 2.31x respectively in FY24. Moderation is primarily due to increased debt levels in FY25.
Further, the company has total sanctioned term loans of ~Rs.152 crore (including existing ones) out of which Rs.124.86 crore was outstanding as on Feb 28, 2025.

Comfortable operating cycle
The operating cycle continues to remain comfortable at 9 days in FY25 as against 4 days in FY24. This was mainly due to the long-standing relationship of promoters in automobile industry which aided the company in maintaining comfortable credit period with its suppliers.

The company typically maintains inventory for seven to fifteen days due to the space-intensive nature of plastic inventory, making it impractical to hold stock for longer periods. Additionally, the average collection period for the company is approximately low, as it predominantly engages with highly reputed clients such as Maruti, Honda, and TVS etc.

Established relationship with reputed customer base

The company's business risk profile continues to be supported by healthy association developed with automobile companies like Honda Cars India Limited, TVS, Maruti Suzuki Private Limited etc through their continuous supply of products which reflects the acceptance of product manufactured by the company.

PPPL is exclusive supplier for Maruti Suzuki and TVS. In terms of parts supplied by PPPL in plastic category it holds 70% share in TVS, 60% share in Suzuki and 50% share in Honda.

Furthermore, in light of the satisfactory work, the company has managed to get repeat orders from its customers. Association with reputed client base ensures timely realization of receivables.

Liquidity: Adequate

PPPL's liquidity profile stands adequate given its sufficient cash accruals as against its high debt repayment. PPPL reported GCA of around ₹44.22 crore in FY25 (PY: Rs. 30.12 crore) and is expected to improve in FY26 on account of generation of accruals from new plants and reduction of leased rental expenses going forward. In FY26, GCA of the company is envisaged to be ~Rs.49 crore and ~Rs. 60 crore in FY27. Furthermore, average cash credit limits utilization was around 25% for the trailing 12 months ending with March 31, 2026, against the sanctioned limit of Rs. 34.00 crore which will also provide additional liquidity buffer to the company.

Applicable criteria

Definition of Default
Information Adequacy Risk and Issuer Non-Cooperation
Rating Outlook and Rating Watch
Manufacturing Companies
Financial Ratios – Non financial Sector
Withdrawal Policy
Auto Components & Equipments
Short Term Instruments

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Consumer Discretionary	Automobile and Auto Components	Auto Components	Auto Components & Equipments

Haryana based, Premier Plasmotec Private Limited (PPPL) was established on August 26, 2009 by Mr. Inder Bhatia as a private limited company. The business operations are managed by Mr. Inder Bhatia and Mr. Ankit Bhatia. The company is engaged in manufacturing and supply of plastic parts for two wheelers and four wheelers for prestigious OEMs in India. The manufacturing facility of the company is located at Faridabad, Bangalore, Rajasthan (Tapukara) and Tamil Nadu (Hosur). The main raw material for the manufacturing of plastic moulding components are chemicals, metal PVC granules which are procured from traders and dealers located all over India. PPPL has one wholly owned subsidiary namely Plasmotech Automotive Private Limited which is also engaged in same business. PPPL has a group associate named Premier Indoplast Private Limited which is engaged in the same line of business.

Brief Financials (₹ crore)	March 31, 2024 (A)	March 31, 2025 (A)	9M FY26 (UA)
Total operating income	**465.69**	597.22	583.16
PBILDT*	41.61	59.03	67.17
Profit after tax (PAT)	14.44	20.70	16.81
Overall gearing (x)	1.10	1.90	NA
Interest coverage (x)	6.04	4.88	4.56

A: Audited; UA: Unaudited; NA: Not Applicable Note: these are latest available financial results

*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Brickwork has continued to classify the company under the 'Issuer Not Cooperating' category, with the latest action dated April 09, 2026, wherein the rating was downgraded to BWR C while remaining in INC. Prior to that, Brickwork had issued a Not Reviewed Advisory on March 28, 2025, following multiple earlier non-cooperation actions.

Any other information: Not Applicable

Rating history for last three years: Annexure-2

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

For complexity level of instruments rated refer to Annexure-1

Lender details: Annexure-4

Disclosure on facilities/instruments and name of the regulators:
A list of facilities / instruments falling under the purview of various financial sector regulators (FSRs) along with the names of respective FSRs has been duly disclosed by CareEdge Ratings on its website. A link to the same has been provided below for ready reference:

https://www.careratings.com/activities_and_regulators

Note: For facilities or instruments falling under the purview of FSRs other than Securities and Exchange Board of India (SEBI), the grievance / dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

Annexure-1: Details of instruments/facilities

Name of the Instrument	Name of the Regulator	Complexity Level	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Term Loan	RBI	Simple	-	-	-	31-12-2026	0.00	Withdrawn
Fund-based - LT/ ST-Working Capital Limits	RBI	Simple	-	-	-	-	0.00	Withdrawn
Non-fund-based - LT/ ST-BG/LC	RBI	Simple	-	-	-	-	0.00	Withdrawn

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 2026-2027	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
1	Fund-based - LT-Term Loan	LT	-	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (03-Sept-26)	1)CARE BBB-; Stable; ISSUER NOT COOPERATING* (31-Mar-26) 2)CARE BBB; Stable (08-Apr-25)	1)CARE BBB; Stable (04-Apr-24)	-
2	Fund-based - LT/ ST-Working Capital Limits	LT/ ST	-	-	1)CARE BB+; Stable / CARE A4+; ISSUER NOT COOPERATING* (03-Sept-26)	1)CARE BBB-; Stable / CARE A3; ISSUER NOT COOPERATING* (31-Mar-26) 2)CARE BBB; Stable / CARE A3+ (08-Apr-25)	1)CARE A3+ (04-Apr-24)	-
3	Non-fund-based - LT/ ST-BG/LC	LT/ ST	-	-	1)CARE BB+; Stable / CARE A4+; ISSUER NOT COOPERATING* (03-Sept-26)	1)CARE BBB-; Stable / CARE A3; ISSUER NOT COOPERATING* (31-Mar-26) 2)CARE BBB; Stable / CARE A3+ (08-Apr-25)	1)CARE A3+ (04-Apr-24)	-

*Issuer did not cooperate; based on best available information.
LT: Long term; LT/ST: Long term/Short term

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

Annexure-4: 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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About us:

Established in 1993, CareEdge Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the Reserve Bank of India. With an equitable position in the Indian capital market, CareEdge Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CareEdge Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CareEdge Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit. For more information: www.careratings.com