

Khandelwal Polymers

July 27, 2021

Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	3.75	CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	1.25	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (Single B; Outlook: Stable/ A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	1.00	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Facilities	6.00 (Rs. Six Crore Only)		

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated June 23, 2020, placed the rating(s) of Khandelwal Polymers (KP) under the 'issuer non-cooperating' category as KP 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. KP continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and emails dated May 09, 2021, May 19, 2021, May 29, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE'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.

Detailed description of the key rating drivers

Please refer to PR dated [June 23, 2020](#)

Analytical approach: Standalone

Applicable Criteria:

[Policy in respect of non-co-operation by issuer](#)

[Criteria on assigning 'outlook' and 'credit watch' to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

About the Firm

Jaipur (Rajasthan) based Khandelwal Polymers (KP) was formed in 2001 as a proprietorship concern by Mr. Vishambhar Dayal Khandelwal. KPS is engaged in the business of manufacturing and assembling of various electric equipments such as isolators, insulators and electricity distribution boxes etc. It also gets the job done on job work basis. The firm receives electric contracts from government departments such as Jaipur Vidhut Vitaran Nigam Limited (JVVNL), Jodhpur Vidhut Vitaran Nigam Limited (JdVVNL), MP Madhya Kshetra Vidhyat Vitaran Company Limited.

Brief financials of KP are tabulated below:

Brief Financials (Rs. crore)	FY17 (A)	FY18 (P)
Total operating income	15.45	22.47
PBILD	0.57	0.93
PAT	0.13	0.18
Overall gearing (times)	11.88	5.39
Interest coverage (times)	1.56	1.46

A: Audited, P: Provisional

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications

*Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

Complexity level of various instruments rated for this Firm: Please refer Annexure-3

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	February 2022	0.75	CARE B; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Bank Overdraft	-	-	-	3.00	CARE B; Stable; ISSUER NOT COOPERATING*
Non-fund-based - LT/ST-Bank Guarantees	-	-	-	1.25	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*
Fund-based - ST-Line of Credit	-	-	-	1.00	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) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1.	Fund-based - LT-Term Loan	LT	0.75	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (23-Jun-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (05-Jun-19)	1)CARE B+; Stable (26-Jun-18)
2.	Fund-based - LT-Bank Overdraft	LT	3.00	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (23-Jun-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (05-Jun-19)	1)CARE B+; Stable (26-Jun-18)
3.	Non-fund-based - LT/ST-Bank Guarantees	LT/ST	1.25	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (23-Jun-20)	1)CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* (05-Jun-19)	1)CARE B+; Stable / CARE A4 (26-Jun-18)
4.	Fund-based - ST-Line of Credit	ST	1.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (23-Jun-20)	1)CARE A4; ISSUER NOT COOPERATING* (05-Jun-19)	1)CARE A4 (26-Jun-18)

*Issuer did not cooperate; based on best available information

Annexure 3: Complexity level of various instruments rated for this Firm

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Bank Overdraft	Simple
2.	Fund-based - LT-Term Loan	Simple
3.	Fund-based - ST-Line of Credit	Simple
4.	Non-fund-based - LT/ ST-Bank Guarantees	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us

Media Contact

Mr. Mradul Mishra

Contact No.: +91-22-6837 4424

Email ID – mradul.mishra@careratings.com

Analyst Contact

Ms. Shachee Vyas

Contact No.: +91-79-4026 5665

Email ID – shachee.tripathi@careratings.com

Relationship Contact

Mr. Deepak Prajapati

Contact No.: +91-79-4026 5656

Email ID – deepak.prajapati@careratings.com

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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