

## Krishna Hydrocarbons Private Limited

June 30, 2022

### Ratings

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	9.90	CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable)
<b>Total Bank Facilities</b>	<b>9.90</b> <b>(₹ Nine Crore and Ninety Lakhs Only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated April 29, 2021, placed the rating(s) of Krishna Hydrocarbons Private Limited (KHPL) under the 'issuer non-cooperating' category as KHPL 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. KHPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated March 15, 2022, March 25, 2022, April 04, 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 KHPL have been revised on account of non-availability of requisite information. The ratings also consider increase in overall debt during the FY21 compared to FY20.

### Detailed description of the key rating drivers

Please refer to PR dated [April 29, 2021](#)

**Analytical approach:** 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

Krishna Hydrocarbons Pvt Ltd (KHPL) incorporated in October, 2007 by Gupta family of Bihar for the purpose of setting up a calcination plant. The company, after remaining dormant till 2009, has set up a 38,400-metric tonne per annum (MTPA) capacity plant at Barauni Industrial Area, Begusarai (Bihar), which is in close proximity to the refinery of Indian Oil Corporation Ltd (IOCL). The plant commenced commercial production from November, 2011.

Mr. Gopal Krishna Gupta, having more than two decades of experience in petrochemicals industry, looks after the day to day operations of the company. He is supported by other directors Mr. Sandeep Anand Gupta and Mr. Akash Deep Gupta along with the team of experienced professionals.

Brief Financials (₹ crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)
Total operating income	61.48	63.52	NA
PBILDT	2.99	3.07	NA
PAT	1.57	1.56	NA
Overall gearing (times)	0.64	0.93	NA
Interest coverage (times)	5.25	4.37	NA

A – Audited, Prov. – Provisional, NA – Not available

<sup>1</sup> Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and 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

**Covenants of rated instrument/facility:** Please refer Annexure-3

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

**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 - LT-Cash Credit	-	-	-	-	6.00	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Bank Overdraft	-	-	-	-	2.80	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Stand by Limits	-	-	-	-	0.60	CARE B+; Stable; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantee	-	-	-	-	0.50	CARE B+; Stable; 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 - LT-Cash Credit	LT	6.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (16-Mar-20)
2	Fund-based - LT-Bank Overdraft	LT	2.80	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (16-Mar-20)
3	Fund-based - LT-Stand by Limits	LT	0.60	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (16-Mar-20)
4	Non-fund-based - LT-Bank Guarantee	LT	0.50	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (16-Mar-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-Bank Overdraft	Simple
2	Fund-based - LT-Cash Credit	Simple
3	Fund-based - LT-Stand by Limits	Simple
4	Non-fund-based - LT-Bank Guarantee	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 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](mailto:care@careedge.in) for any clarifications.

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**About CARE Ratings Limited:**

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