

October 25, 2021

Eco Tech Papers: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based – Cash Credit facility	15.00	15.00	[ICRA]BBB+ (Stable), ISSUER NOT COOPERATING; Withdrawn
Non-fund based – Letter of credits	5.00	5.00	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn
Fund based/Non-fund based – Credit Exposure Limits/Derivative	0.10	0.10	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn
Total	20.10	20.10	

*Instrument details are provided in Annexure-1

Rationale

The long-term and short-term ratings assigned to the bank facilities of Eco Tech Papers (ETP) have been withdrawn at the request of the company and based on the No Due Certificate received from the banker, and in accordance with ICRA's policy on withdrawal and suspension. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers, liquidity position, rating sensitivities, key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here.](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<u>Corporate Credit Rating Methodology</u> <u>Policy in respect of non-cooperating by the rated entity</u> <u>ICRA Policy on Withdrawal of Credit Ratings</u>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

About the company

ETP, a partnership firm, was established in 2014 at Kamalpur in Guwahati, Assam. It is co-promoted by the Lohia Group, which has an established presence in North East India, and Mr. Pradeep Jain. ETP manufactures multilayered kraft paper with an installed capacity of 48,840 tonnes per annum. The firm supplies kraft paper to the manufacturers of corrugated boxes. It manufactures various qualities of kraft paper ranging from 100 to 150 gram per square metre (GSM) and 16 to 28 burst factor (BF). ETP is in the process of increasing its manufacturing capacity significantly by around 90% in the current fiscal.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for the past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of March 31, 2021 (Rs. crore)	Date & Rating in		Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
					October 25, 2021	September 27, 2021	July 28, 2020	April 29, 2019	-
1	Cash Credit	Long-term	15.00	--	[ICRA]BBB+ (Stable), ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB+ (Stable), ISSUER NOT COOPERATING*	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	-
2	Letter of Credit	Short-term	5.00	--	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn	[ICRA]A2+, ISSUER NOT COOPERATING*	[ICRA]A2+	[ICRA]A2+	-
3	Credit Exposure Limit/ Derivative	Short-term	0.10	--	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn	[ICRA]A2+, ISSUER NOT COOPERATING*	[ICRA]A2+	[ICRA]A2+	-

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

Complexity level of the rated instruments

Instrument	Complexity Indicator
Fund based – Cash Credit facility	Simple
Non-fund based – Letter of credits	Very Simple
Fund based/Non-fund based – Credit Exposure Limits/Derivative	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analyzing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	NA	NA	NA	15.00	[ICRA]BBB+ (Stable), ISSUER NOT COOPERATING; Withdrawn
NA	Letter of Credit	NA	NA	NA	5.00	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn
NA	Credit Exposure Limit/ Derivative	NA	NA	NA	0.10	[ICRA]A2+, ISSUER NOT COOPERATING; Withdrawn

Source: Eco Tech Papers

Annexure-2: List of entities considered for consolidated analysis – Not applicable

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About ICRA Limited:

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