

March 02, 2023

Shree Tirupati Balajee FIBC Limited: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term Fund-Based – Export Packing Credit/Cash Credit	30.00	30.00	[ICRA]BBB(Negative); Withdrawn
Long Term Fund-Based – Term Loan	16.79	16.79	[ICRA]BBB(Negative); Withdrawn
Long Term/Short Term-Unallocated	17.09	17.09	[ICRA]BBB(Negative)/[ICRA]A3+; Withdrawn
Total	63.88	63.88	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of **Shree Tirupati Balajee FIBC Limited** at the request of the company and based on the No Objection Certificate received from the bankers, and in accordance with ICRA's policy on withdrawal. 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Position, Rating Sensitivities and Key Financial Indicator have not been captured as the rated instruments are being withdrawn.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	Corporate Credit Rating Methodology Policy on Withdrawal of Credit Ratings Consolidations and Rating Approach
Parent/Group support	Not Applicable
Consolidation/Standalone	ICRA has taken a consolidated view of Shree Tirupati Balajee Agro Trading Co. Pvt. Ltd., subsidiaries – Shree Tirupati Balajee FIBC Limited (STBFL), Jagannath Plastics Pvt. Ltd. (JPPL) and Honourable Packaging Pvt. Ltd. (HPPL).

About the company

Shree Tirupati Balajee FIBC Ltd., incorporated in 2009 by Mr. Binod Agarwal. The promoters have an experience of more than 15 years in the packaging industry. The company manufactures flexible intermediate bulk containers (FIBC)/jumbo bags. It manufactures various types of high-value added FIBC bags such as standard bag, baffle bag, conductive bag, cross corner bag, etc., which are used in food and pharmaceutical packaging. The company's manufacturing facility is at Pithampur, Indore (M.P.) with a total capacity of 7,000 metric tonnes per annum (MTPA) of FIBC bags. STBFL is a 100% export-oriented unit and holds the British Retail Consortium food safety certification.

STBFL is a part of Pithampur, Indore-based Shree Tirupati Balajee Group, which is primarily involved in the manufacturing of FIBC. The Group companies includes Shree Tirupati Balajee Agro Trading Co. Ltd. (manufactures FIBC bags for food, pharmaceutical, mineral and mining, construction and agricultural produce packaging), Jagannath Plastics Pvt. Ltd.

(manufactures intermediate technical textile fabric from polymers), Honourable Packaging Pvt. Ltd. (manufactures plastic granules, polyethylene fabric and tarpaulin from waste material). The Group has combined manufacturing capacity of 25,000 MTPA of FIBC.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2023)		Chronology of rating history for the past 3 years				
		Amount rated (Rs. crore)	Amount outstanding (Rs. crore)	Date & rating in FY2023	Date & rating in FY2022	Date & rating in FY2021		Date & rating in FY2020
				Mar 02, 2023	Feb 9, 2022	Jan 06, 2021	May 5, 2020	Nov 21, 2019
1	Export Packing Credit/CC	30.00	-	[ICRA]BBB (Negative); Withdrawn	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	[ICRA]BBB@	[ICRA]BBB (Stable)
2	Term Loans	16.79	-	[ICRA]BBB (Negative); Withdrawn	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	[ICRA]BBB@	[ICRA]BBB (Stable)
3	Unallocated	17.09	-	[ICRA]BBB (Negative)/[ICRA]A3+; Withdrawn	[ICRA]BBB (Negative)/[ICRA]A3+	[ICRA]BBB (Negative)/[ICRA]A3+	[ICRA]BBB@/[ICRA]A3+@	[ICRA]BBB (Stable)[ICRA]A3+

Complexity level of the rated instruments

Instrument	Complexity Indicator
Export Packing Credit/Cash Credit	Simple
Term Loan	Simple
Unallocated	NA

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 analysing 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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Export Packing Credit/Cash Credit	NA	NA	NA	30.00	[ICRA]BBB (Negative); Withdrawn
NA	Term Loans -1	July 2021	8.3%	March 2028	10.00	[ICRA]BBB (Negative); Withdrawn
NA	Term Loans -2	June 2020	6.9%	June 2022	0.79	[ICRA]BBB (Negative); Withdrawn
NA	Foreign Currency Term Loan -1	June 2017	9.5%	December 2023	0.21	[ICRA]BBB (Negative); Withdrawn
NA	Foreign Currency Term Loan -2	December 2021	8.3%	December 2023	1.49	[ICRA]BBB (Negative); Withdrawn
NA	Common Covid-19 Emergency Credit Line -1	August 2020	8.0%	August 2024	1.60	[ICRA]BBB (Negative); Withdrawn
NA	Common Covid-19 Emergency Credit Line -2	August 2020	7.5%	July 2024	2.70	[ICRA]BBB (Negative); Withdrawn
NA	Unallocated Limits	NA	NA	NA	17.09	[ICRA]BBB(Negative)/[ICRA]A3+; Withdrawn

Source: Company

[Please Click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis:

Company Name	Ownership	Consolidated Approach
Shree Tirupati Balajee FIBC Limited	51.28%	Full Consolidation
Jagannath Plastics Pvt. Ltd.	82.00%	Full Consolidation
Honourable Packaging Pvt Ltd	75.00%	Full Consolidation

Source: company

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Branches



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