

March 21, 2023

## Safeflex International Limited: Continues to remain under issuer Non-Cooperating category

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Term Loan	35.50	35.50	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Long Term/ Short Term -Fund Based-Cash Credit	31.25	31.25	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Short Term-Non Fund Based-Others	3.00	3.00	[ICRA]A4; ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
<b>Total</b>	<b>69.75</b>	<b>69.75</b>	

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

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

ICRA has retained the long term and short term ratings for the bank facilities of Safeflex International Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at [www.icra.in](http://www.icra.in).

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

## About the company

Safeflex International Limited has been set up by Mr Jitesh Agarwal in 2006 who has long experience in the poly woven sacks/FIBC industry. Mr Jitesh Agarwal is a B.Tech (Textiles) from IIT Delhi (1984 batch) and is a first generation technocrat promoter. Mr Agarwal was working as Head of production at Flexituff International since 1995, India's leading FIBC manufacturer, where he was instrumental in establishing all FIBC plants of the company and also assumed marketing responsibilities for exports. Prior to Flexituff, Mr Agarwal was working with erstwhile Paharpur Plastics, once one of the leading poly woven sack manufacturers in the country.

SIL has a 100% export oriented unit in Pithampur (MP) SEZ, near Indore to manufacture 4800 MTPA of FIBC. The company initially set up capacity of 2400 MTPA, which became operational in Aug 2008, which was later expanded to 4800 MTPA in Oct 2009. Subsequently the company has set up another manufacturing facility at Pithampur (M.P.) with a capacity of 8700 MTPA which started commercial production from Oct 2012. The capacity expansion took place in three phases with the completion of the final phase in FY16 with an installed capacity of 4800 MTPA. Hence, the total capacity of all the three plants stands at 25,450 MTPA. The company's plants are ISO 9001:2000 certified.

## Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
Brickworks	BWR BBB-(Stable)/BWR A3; Downgrade, ISSUER NOT COOPERATING	Jan 03, 2023

## Any other information: Not Applicable

## Rating history for past three years

	Instrument	Current Rating (FY2023)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020	
					21-Mar-2023	17-Jan-2022	23-Dec-2020	18-Sep-2019	
1	Term Loan	Long Term	35.50	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING	
2	Cash Credit	Long Term/ Short Term	31.25	-	[ICRA]B+ (Stable) [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+ (Stable) [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+ (Stable) [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING	
3	Non Fund Based	Short Term	3.00	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4+; ISSUER NOT COOPERATING	

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Term Loan	Simple
Unallocated Limits	Not Applicable
Non Fund Based	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 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, is available on ICRA's website: [Click Here](#)

### 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	Term Loan	-	-	-	35.50	[ICRA]B+ (Stable); ISSUER NOT COOPERATING
NA	Cash Credit	-	-	-	31.25	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING
NA	Non Fund Based	-	-	-	3.00	[ICRA]A4; ISSUER NOT COOPERATING

Source: Safeflex International Limited

### Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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## About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit [www.icra.in](http://www.icra.in)

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### Branches



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