

March 22, 2024

## Godavari Polymers Private Limited: Ratings Moved to 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	31.50	31.50	[ICRA]D; ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Long-term fund based – Term loan	11.93	11.93	[ICRA]D; ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Short-term – Non-fund based	34.50	34.50	[ICRA]D; ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Long-term unallocated limits	42.87	42.87	[ICRA]D; ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
<b>Total</b>	<b>120.80</b>	<b>120.80</b>	

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

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

### Rationale

ICRA has moved the ratings for the bank facilities of Godavari Polymers Private Limited (GPPL) to the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]D/[ICRA]D; ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with Godavari Polymers Private Limited, 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. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the ratings has been moved to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Key Financial Indicator and Rating sensitivities : [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 a rated entity</a> <a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy on Default Recognition</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the standalone financial statements of the rated entity.

### About the company

GPPL was incorporated in August 1990 as a private limited company and manufactures high-density polyethylene (HDPE) pipes, sprinkler irrigation systems, drip irrigation systems and PVC pipes. The company has two manufacturing units with an aggregate installed capacity of 24,390 MT per annum with one unit at IDA Cherlapally, Hyderabad, and the other at Shadnagar of Ranga Reddy district.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the past 3 years				
		Amount Rated (Rs. crore)	Amount Outstanding as of Sep 30, 2022 (Rs. crore)	Date & Rating in	Date & Rating in FY2023		Date & Rating in FY2022	Date & Rating in FY2021
				Mar 22, 2024	Dec 2, 2022	Apr 4, 2022	Apr 7, 2021	-
1 Cash credit	Long-term	31.50	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]BB(Negative)	-
2 Term loan	Long-term	11.93	11.24	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]BB(Negative)	-
3 Letter of credit	Short-term	20.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]A4	-
4 Bank guarantee	Short-term	14.50	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]A4	-
5 Unallocated	Long-term	42.87	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]BB(Negative)	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term - Fund Based TL	Simple
Long Term - Fund Based/ CC	Simple
Long Term – Unallocated	Not applicable
Short Term - 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-I: 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-I	FY2022	NA	FY2027	10.68	[ICRA]D;	ISSUER	NOT COOPERATING
NA	Term Loan-II	March 2018	NA	FY2023	1.25	[ICRA]D;	ISSUER	NOT COOPERATING
NA	Cash Credit	NA	NA	NA	31.50	[ICRA]D;	ISSUER	NOT COOPERATING
NA	Letter of Credit	NA	NA	NA	20.00	[ICRA]D;	ISSUER	NOT COOPERATING
NA	Bank Guarantee	NA	NA	NA	14.50	[ICRA]D;	ISSUER	NOT COOPERATING
NA	Unallocated limits	NA	NA	NA	42.87	[ICRA]D;	ISSUER	NOT COOPERATING

Source: Company

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

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

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## About ICRA Limited:

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### Branches



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