

August 20, 2020

Eastern Gases Limited: Continues to remain under issuer Non-Cooperating category

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based – Cash Credit	41.00	41.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Non-Fund Based Bank Guarantee	6.00	6.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	47.00	47.00	

*Issuer did not co-operate; based on best available information.

Rationale

The rating for the Rs. 47.00 crore bank facilities of Eastern Gases Limited continues to remain under 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]D/[ICRA]D ISSUER NOT COOPERATING"

ICRA has been trying to seek information from the entity so as to monitor its performance, 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.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not Applicable
Consolidation / Standalone	The rating is based on standalone financial statements of the issuer.

About the company:

Eastern Gases Limited (EGL) is involved in the bottling and marketing of Liquefied Petroleum Gas (LPG) to industrial consumers through bulk supplies and to distributors/ dealers through cylinders under the brand name "East Gas". It is one of the largest parallel marketers of LPG in Eastern India. Incorporated as a public limited company in 1995, EGL started commercial production from its production facility at Durgapur in 1998. The manufacturing facilities of the company are based out of Durgapur, Bangalore and Hyderabad. The three plants have a combined production capacity of 70 metric tonne per annum (MTPA).

The previous detailed rating rationale is available on the following link: [Click here](#)

Key financial indicators: Not Applicable

Status of non-cooperation with previous CRA

Not applicable

Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2020	FY2019	FY2018
					20-August- 2020	23-May -2019	-	17-Nov-2017
1	Cash Credit	Long Term	41.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	-	[ICRA]D ISSUER NOT COOPERATING
2	Bank Guarantee	Short term	6.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	-	[ICRA]D ISSUER NOT COOPERATING

All figures in Rs. Crore

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