

December 09, 2019

Sipani Fibres Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term - Fund-based - Cash Credit	24.00	24.00	[ICRA]BBB- (Stable); Withdrawn
Long Term - Fund Based - Term Loan	4.00	4.00	[ICRA]BBB- (Stable); Withdrawn
Total	28.00	28.00	

*Instrument details are provided in Annexure-1

Rationale

The rating assigned to Sipani Fibres Limited (SFL) has been withdrawn at the request of the company, and in accordance with ICRA's policy on withdrawal and suspension. ICRA does not have requisite information to suggest any change in the company's credit risk since the time the rating was last reviewed.

Key rating drivers

Key rating drivers has not been captured as the rated instruments are being withdrawn

Rating sensitivities

Rating sensitivities have not been captured as the rated instrument is being withdrawn.

Liquidity position

Liquidity position has not been captured as the rated instrument is being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not applicable
Consolidation / Standalone	Not applicable

About the company

SFL started as a partnership firm in 1980 and subsequently in 1994, it was converted into a public limited company. It is involved in the production of high density polyethylene (HDPE) and polypropylene (PP) based products such as fabrics and sacks. A major portion of SFL's revenues are generated from the supply of sacks to fertiliser companies. The company has two manufacturing plants located in Bangalore and Kolar in Karnataka.

Key financial indicators: Not applicable

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Instrument	Current Rating (FY2020)				Chronology of Rating History for the past 3 years		
	Type	Amount Rated (Rs. crore)	Amount Outstanding as on March 31, 2019	Date & Rating 09-December 2019	Date & Rating in FY2019 19-September 2018	Date & Rating in FY2018 07-September 2017	Date & Rating in FY2017 27-September 2016
1 Cash credit	Long Term	24.00	-	[ICRA]BBB-(Stable); Withdrawn	[ICRA]BBB-(Stable)	[ICRA]BB+(Positive)	[ICRA]BB+(Stable)
2 Term loan	Long Term	4.00	NA	[ICRA]BBB-(Stable); Withdrawn	[ICRA]BBB-(Stable)	[ICRA]BB+(Positive)	[ICRA]BB+(Stable)

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the 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	-	-	-	24.00	[ICRA]BBB- (Stable); Withdrawn
NA	Term loan	-	-	-	4.00	[ICRA]BBB- (Stable); Withdrawn

Source: Sipani Fibres Limited

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About ICRA Limited:

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