



Press Release

3B Films Limited
February 17, 2026

Ratings

Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	41.23 (Reduced from Rs 49.15)	IVR D	IVR BB+/ Negative (IVR Double B Plus with Negative outlook)	Rating Downgraded	Simple
Short Term Bank Facilities	3.07	IVR D	IVR A4+ (IVR A Four Plus)	Rating Downgraded	Simple
Total	44.30 (Rs Forty-Four Creore and Thirty Lakh Only)				

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics ratings has downgraded its ratings on the bank facilities of 3B Films Limited (erstwhile 3B Films Private Limited) to 'IVR 'D' on account of delays in servicing of its debt obligations.

Key Rating Sensitivities:

Upward Factors

- Continuous timely servicing of debt obligation for at least 90 days

Downward Factors – Not Applicable



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List of Key Rating Drivers with Detailed Description

Key Rating Weaknesses

Delays in debt servicing

Ongoing delays in servicing of term loan instalments and interest have been observed. Management has articulated that delays are mainly due to lag in collection of major debtors.

Significant decline in topline and profit in H1FY26 vis-à-vis H1FY25

In H1FY26, TOI declined to Rs. 25.72 crore in vis-à-vis TOI of Rs. 46.40 crore in H1FY25, due to higher share of trading business in previous year and focus on manufacturing in current year. Delays in project completion adversely impacted revenues during the period. However, company's scale of operations continues to remain relatively small at Rs. 85.67 crore in FY25. The installation is expected to be completed by December 2025. Consequently, EBITDA declined to Rs. 3.55 crore and company incurred net loss of Rs. 0.95 crore respectively in H1 FY26, compared to EBITDA of Rs. 8.64 crore and PAT of Rs. 3.01 crore in H1FY25. The extent of recovery in terms of the topline and profits over the next two quarters will be a rating sensitivity, going forward.

High working capital intensive nature of operations

The working capital cycle of the company remained high at 264 days as on March 31, 2025 compared with 270 days as on March 31, 2024. The elongation is due to high inventory holding period of 275 days. The company is required to maintain an adequate quantity of raw materials and finished products to ensure smooth production and to meet demand of customers which has led to elongation in inventory holding period. The high working capital requirements were met largely through bank borrowings which led to high working capital limit utilization.

Profitability remains susceptible to volatility in raw material prices and foreign exchange fluctuations

The company remains exposed to the volatility in prices of the key raw material, polymer, a derivative of crude oil. This exposes the company to fluctuations in polymer prices, particularly to the extent of inventory held. Moreover, ~30-40% of the total raw materials requirement of the company are imported and the remaining is sourced from domestic suppliers. The company also exports nearly 22-25% of its total sales. Therefore, being importer and exporter,



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there is a foreign currency risk. And, in the absence of any hedging policies adopted by the company, the unhedged exposure of the company is exposed to volatility in foreign exchange.

Highly fragmented industry

The packaging industry is highly fragmented with presence of several organised and unorganized players. Intense competition limits the bargaining power of the companies and restricts its profitability to an extent.

Key Rating Strengths

Long experience of promoters

The company is promoted by Gujarat-based Babariya family, who have a long experience in the industry. The directors, Mr. Ashok Dhanjibhai Babariya, Mr. Mukesh Dhanjibhai Babariya, Mr. Dishank Nitin Babariya and Mr. Mithil A Babariya look after the day-to-day operation of the business along with a team of experienced professionals.

Moderate capital structure

As on March 31, 2025, total debt of the company stood at Rs. 55.48 crore and adjusted networth was Rs. 72.84 crore, compared with total debt of Rs. 59.55 crore and adjusted networth of Rs. 66.93 crore as on March 31, 2024. Adjusted networth as on March 31, 2025 consisted of unsecured loans from its directors to the tune of Rs. 47.00 crore. The decrease in total debt as on March 31, 2025, was due to decrease in term loan partially offset by increase in unsecured loan. The company's capital structure ratios look moderate with long term debt equity ratio (adjusted) of 0.44 times as on March 31, 2025, compared with 0.54 times as on March 31, 2024. Overall gearing ratio (adjusted) was moderate at 0.76 times as on March 31, 2025, compared with 0.89 time as March 31, 2024. Long term debt /GCA was moderate at 3.02 years in FY25 (refers to the period April 01, 2024 to March 31, 2025), compared with 4.09 years in FY24 (refers to the period April 01, 2023 to March 31, 2024). The debt protection parameters were moderate in FY25 with interest coverage ratio of 2.86x (2.29x in FY24).

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies.](#)



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[Financial Ratios & Interpretation \(Non-Financial Sector\).](#)

[Criteria for assigning Rating outlook.](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

Liquidity – Poor

3B Films limited is currently facing tightening liquidity position as reflected in ongoing delays to its lenders and almost full utilisation of its working capital lines for 12 months ended 30th August 2025.

About the company

Gujarat-based 3B Films Private Limited was incorporated in 2014. The company started its commercial operation from April 2017. The company is engaged in the manufacturing of cast polypropylene films (CPP). It can produce the entire range of CPP films from 15 microns to 300 microns in plain, white opaque, and metallizable grades. The installed capacity of the CPP films increased to 12,000 MT per annum (MTPA) from 6000 MTPA in August 2021. The company's name was changed from 3B Films Private Limited to 3B Films Limited on 20th June 2024. 3B Films Limited got listed on BSE on 6th June 2025.

Financials (Standalone):

(Rs. crore)

For the year ended/ As on*	31-03-2024	31-03-2025	H1FY25	H1FY26
	Audited	Audited	Unaudited	Unaudited
Total Operating Income	76.24	85.67	46.40	25.72
EBITDA	15.51	16.13	8.64	3.55
PAT	5.14	5.05	3.01	-0.95
Total Debt	59.55	55.48	53.09	52.92
Tangible Net Worth (adjusted)	66.93	72.84	75.68	96.37
EBITDA Margin (%)	20.34	18.83	18.62	13.79
PAT Margin (%)	6.73	5.88	6.45	-3.53
Overall Gearing Ratio (x) (adjusted)	0.89	0.76	0.70	0.55
Interest Coverage (x)	2.29	2.86	2.83	1.39

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Acuite Ratings through its press release dated 15th December 2025 continued the rating of 3B Films Limited in the 'Issuer Not Cooperating' category on account of inadequate information received from the Company to carry out the review.



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Any other information: Nil

Rating History for last three years:

Sr. No	Name of Security/Facilities	Current Ratings (Year 2025-26)				Rating History for the past 3 years			
		Type (Long Term / Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23		
					Nov 21, 2025	Sep 25, 2024	Jul 05, 2024	Jun 01, 2023	Nov 09, 2022
1.	Cash Credit Limits	Long Term	23.00 [#]	IVR D	IVR BB+/ Negative	IVR BB+/ Stable	IVR BB/ Negative/ INC*	IVR BB+/ Stable	IVR BB-/ ISSUER NOT COOPERATING*
2.	Term Loans	Long Term	14.80	IVR D	IVR BB+/ Negative	IVR BB+/ Stable	IVR BB/ Negative/ INC*	IVR BB+/ Stable	IVR BB-/ ISSUER NOT COOPERATING*
3	Proposed Term Loans	Long Term	3.43	IVR D	-	-	-	-	-
3.	Bank Guarantees	Short Term	3.07	IVR D	IVR A4+	IVR A4+	IVR A4/INC*	IVR A4+	-

[#]PC/PCFC/FBP/FBD/PSCFC of INR2.00 crore is sublimit of CC of Bank of Baroda.

PC/PCFC/EBN/EBD/EBP of INR3.00 crore is sublimit of CC of Central Bank of India. ILC/FLC – DP/DA

usage 90 days of INR5.00 crore is sublimit of CC of Central Bank of India.

*Issuer did not cooperate; based on best available information

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About Infomerics:

Infomerics Valuation And Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd] was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com.

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Annexure 1: Instrument/Facility Details:

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit 1	-	-	-	-	8.00*	IVR D



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Cash Credit 2	-	-	-	-	15.00 [#]	IVR D
Term Loan 1	-	-	-	May 2027	8.20	IVR D
Term Loan 2	-	-	-	Mar 2028	6.04	IVR D
Term Loan 3	-	-	-	Mar 2027	0.56	IVR D
Proposed Term Loan					3.43	IVR D
Bank Guarantee 1	-	-	-	-	1.50	IVR D
Bank Guarantee 2	-	-	-	-	1.57	IVR D

**PC/PCFC/FBP/FBD/PSCFC of INR2.00 crore is sublimit of CC.*

PC/PCFC/EBN/EBD/EBP of INR3.00 crore is sublimit of CC. ILC/FLC – DP/DA usance 90 days of INR5.00 crore is sublimit of CC.

Annexure 2: Facility wise lender details:

https://infomericstorage.blob.core.windows.net/uploads/LEN_3_B_Films17_Feb26_5ea6fb9827.pdf

Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.