

## Press Release

### Gajiwala Sarees

January 21, 2021

### Rating Update



|                                     |                                                                       |
|-------------------------------------|-----------------------------------------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 19.00 Cr.#                                                        |
| <b>Long Term Rating</b>             | ACUITE B+<br>(Downgraded from ACUITE BB-)<br>Issuer not co-operating* |

#Refer Annexure for details

\*The issuer did not co-operate; based on best available information.

Acuité has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 19.00 crore bank facilities of Gajiwala Sarees. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

The Surat-based, Gajiwala Sarees was established as a proprietorship concern in 2003. Subsequently, its constitution was changed into partnership in 2009 by Gajiwala family. GS is into manufacturing of non-bridal lehenga choli, sarees and other garments. The firm is whole selling the manufactured apparel at Pan India level.

#### Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>

#### Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**Liquidity Indicators** - "No information provided by the issuer / available for Acuite to comment upon."

**Rating Sensitivity** - "No information provided by the issuer / available for Acuite to comment upon."

#### About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

#### Status of non-cooperation with previous CRA (if applicable)

None

#### Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Rating History (Up to last three years)

| Date          | Name of Instrument / Facilities | Term      | Amount (Rs. Cr) | Ratings/Outlook                    |
|---------------|---------------------------------|-----------|-----------------|------------------------------------|
| Nov 06, 2019  | Cash Credit                     | Long Term | 19.00           | ACUITE BB-Issuer not co-operating* |
| Aug 31, 2018  | Cash Credit                     | Long Term | 12.00           | ACUITE BB-/stable (Reaffirmed)     |
| July 24, 2017 | Cash Credit                     | Long Term | 12.00           | ACUITE BB-/stable (Downgraded)     |
|               | Cash Credit                     | Long Term | 7.00            | ACUITE BB-/stable (Assigned)       |

### #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Crore) | Ratings/Outlook                                                 |
|------------------------|------------------|----------------|----------------|-------------------------------|-----------------------------------------------------------------|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 19.00                         | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |

\*The issuer did not co-operate; based on best available information.

### Contacts

| Analytical                                                                                                                                                                                                                                                                                      | Rating Desk                                                                                                                          |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------|
| Aditya Gupta<br>Head- Corporate and Infrastructure Sector<br>Tel: 022-49294041<br><a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a><br><br>Stuti Fomra<br>Analyst - Rating Operations<br>Tel: 011-49731306<br><a href="mailto:stuti.fomra@acuite.in">stuti.fomra@acuite.in</a> | Varsha Bist<br>Senior Manager - Rating Desk<br>Tel: 022-49294011<br><a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a> |

### About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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