

Press Release

Gokul Knitt Fabs

December 24, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 19.14 Cr #
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE D' (read as ACUITE D)** and short term rating of '**ACUITE A4' (read as D)** on the Rs. 19.14 crore bank facilities of Gokul Knitt Fabs (GKF). This rating is now an indicative rating and is based on best available information.

Gokul Knitt Fabs (GKF), established in 2005, is a Tamil Nadu-based partnership firm promoted by Mr. R. Mohan Kumar and Mr. R. Balachandran. GKF is engaged in the manufacturing and export of readymade garments. The firm primarily caters to retailers based in France, Germany, Netherlands and United Kingdom. GKF has a manufacturing unit in Tirupur (Tamil Nadu) with installed capacity of 5000 pieces per day

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 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.

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
September 26, 2018	Term loans	Long Term	0.80	ACUITE D Issuer not co-operating*
	Term loans	Long Term	3.69	ACUITE D Issuer not co-operating*
	PC/PCFC	Short Term	2.65	ACUITE D Issuer not co-operating*
	FBN/FBP/FBD/PSFC/FBE	Short Term	6.00	ACUITE D Issuer not co-operating*
	Proposed Bank Facility	Long Term	6.00	ACUITE D Issuer not co-operating*
14 July, 2017	Term loans	Long Term	0.80	ACUITE D (Downgraded)
	Term loans	Long Term	3.69	ACUITE D (Downgraded)
	PC/PCFC	Short Term	2.65	ACUITE D (Downgraded)
	FBN/FBP/FBD/PSFC/FBE	Short Term	6.00	ACUITE D (Downgraded)
	Proposed Bank Facility	Long Term	6.00	ACUITE D (Downgraded)
31 March 2016	Term loans	Long Term	0.80	ACUITE B+/Stable (Reaffirmed)
	Term loans	Long Term	3.69	ACUITE B+/Stable (Reaffirmed)
	PC/PCFC	Short Term	2.65	ACUITE A4 (Reaffirmed)
	Foreign Documentary Bills Negotiation under Letter	Short Term	6.00	ACUITE A4 (Reaffirmed)
	Forward Purchase Contract	Long Term	6.00	ACUITE B+/Stable (Reaffirmed)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term loans	Not Applicable	Not Applicable	Not Applicable	0.80	ACUITE D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	3.69	ACUITE D Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	2.65	ACUITE D Issuer not co-operating*
FBN/FBP/FBD/PSFC/FBE	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D Issuer not co-operating*

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

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (*Erstwhile SMERA Ratings 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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