

Press Release

Ganga Fashions Private Limited

November 21, 2019



Rating Update

Total Bank Facilities Rated#	Rs.14.83 Cr.
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not cooperating*; Withdrawn

Refer Annexure for details

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

Rating Rationale

Acuité has downgraded and withdrawn the long term rating of '**ACUITE BB+ (read as ACUITE Double B plus)**' from **ACUITE BBB- (read as ACUITE Triple B minus)** to the 14.83 crore bank facilities of Ganga Fashions Private Limited (GPL). This rating is now downgraded withdrawn, indicative on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Ganga Fashions Private Limited (GPL), incorporated in 1994 by Mr. Jai Gopal Gangwani is engaged in the dyeing and printing of polyester and cotton fabrics at Surat, Gujarat. The company also undertakes dyeing of grey fabric on job-work basis. It procures fabric from Tamil Nadu, Maharashtra and Surat and after processing, sells the same to wholesalers in Mumbai, Bangalore and Delhi under the 'Ganga' brand name

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 is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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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.

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
17-Nov-2018	Term Loans	Long Term	7.63	ACUITE BBB- Issuer not cooperating*
	Proposed Long Term Loan	Long Term	4.00	ACUITE BBB- Issuer not cooperating*
	Cash Credit	Long Term	7.20	ACUITE BBB- Issuer not cooperating*
14-Sept-2017	Term Loans	Long Term	7.63	ACUITE BBB- Issuer not cooperating*
	Proposed Long Term Loan	Long Term	4.00	ACUITE BBB- Issuer not cooperating*
	Cash Credit	Long Term	7.20	ACUITE BBB- Issuer not cooperating*
18-Jul-2016	Term Loans	Long Term	7.63	ACUITE BBB-/Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	4.00	ACUITE BBB-/Stable (Reaffirmed)
	Cash Credit	Long Term	7.20	ACUITE BBB-/Stable (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loans	Not Applicable	Not Applicable	Not Applicable	7.63	ACUITE BB+ (Downgraded from ACUITE BBB- Issuer not cooperating*; Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE BB+ (Downgraded from ACUITE BBB- Issuer not cooperating*; Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.20	ACUITE BB+ (Downgraded from ACUITE BBB- Issuer not cooperating*; Withdrawn)

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

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About Acuité Ratings & Research:

Acuité 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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