

Press Release
Shreebhav Polyweaves Private Limited

February 04, 2019

Rating Update



Total Bank Facilities Rated*	Rs.15.94 Cr.#
Long Term Rating	ACUITE BB Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.15.94 crore bank facilities of Shreebhav Polyweaves Private Limited (SPPL). This rating is now an indicative rating and is based on best available information.

SPPL, incorporated in 2005, is a Surat-based company owned by Mr. Sanjay Agarwal and Mrs. Shalini Agarwal. The company manufactures fabric and also undertakes embroidery job work.

Non-cooperation by the issuer/borrower: Acuite 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 Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	49.29	40.91	23.37
EBITDA	Rs. Cr.	5.37	4.48	3.08
PAT	Rs. Cr.	0.99	0.63	0.69
EBITDA Margin	(%)	10.90	10.94	13.18
PAT Margin	(%)	2.01	1.54	2.94
ROCE	(%)	9.35	10.27	10.39
Total Debt/Tangible Net Worth	Times	1.23	0.88	1.07
PBDIT/Interest	Times	2.79	3.18	3.43
Total Debt/PBDIT	Times	3.45	2.85	3.07
Gross Current Assets (Days)	Days	231	230	142

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

None

Any other information

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
08-Dec-17	Cash Credit	Long Term	6.00	ACUITE BB (Reaffirmed)
	Term Loan I	Long Term	3.37	ACUITE BB (Reaffirmed)
	Term Loan II	Long Term	6.00	ACUITE BB (Reaffirmed)
	Bank Guarantee	Short Term	0.57	ACUITE A4+ (Reaffirmed)
12-Oct-17	Cash Credit	Long Term	6.00	ACUITE BB (Indicative)
	Term Loan I	Long Term	3.37	ACUITE BB (Indicative)
	Term Loan II	Long Term	6.00	ACUITE BB (Indicative)
	Bank Guarantee	Short Term	0.57	ACUITE A4+ (Indicative)
12-Aug-16	Cash Credit	Long Term	6.00	ACUITE BB (Reaffirmed)
	Term Loan I	Long Term	3.37	ACUITE BB (Reaffirmed)
	Term Loan II	Long Term	6.00	ACUITE BB (Reaffirmed)
	Bank Guarantee	Short Term	0.57	ACUITE A4+ (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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB Issuer not co-operating*
Term Loan I	Not Applicable	Not Applicable	Not Applicable	3.37	ACUITE BB Issuer not co-operating*
Term Loan II	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.57	ACUITE A4+ Issuer not co-operating*

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

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About Acuité Ratings & Research:

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