

## Press Release

### Status Spinning Mills Private Limited

September 06, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.98	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	5.98	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.5.98 crore bank facilities of Status Spinning Mills Private Limited (SSMPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

The Tamil Nadu-based SSMPL, incorporated in 1995, is engaged in the manufacture of cotton yarn. The company, promoted by Mr. S. Nagarajan, Mr. B. Suresh, Mr. P. Sudha and Mr. Amith Sailgal was engaged in the manufacturing of polyester yarn on job work basis till March, 2015. Subsequently, it began manufacturing polyester texturised yarn (thread) and has an installed capacity of 11,040 spindles. In November 2014, the company was taken over by VST Spintex India Private Limited.

### 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 the due date.

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

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

### 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 endeavored 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

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

### Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

### Material Covenants

None

### Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

### Outlook

Not Applicable

### Status of non-cooperation with previous CRA

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.

### Applicable Criteria

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

### Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Jun 2021	Term Loan	Long Term	0.31	ACUITE B+ ( Issuer not co-operating*)
	Term Loan	Long Term	1.17	ACUITE B+ ( Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ ( Issuer not co-operating*)
16 Mar 2020	Term Loan	Long Term	0.31	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	1.17	ACUITE B+ (Issuer not co-operating*)
10 Jan 2019	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	0.31	ACUITE B+ (Issuer not co-operating*)

	Term Loan	Long Term	1.17	ACUITE B+ (Issuer not co-operating*)
13 Dec 2017	Term Loan	Long Term	1.17	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	0.31	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
27 Aug 2016	Cash Credit	Long Term	4.50	ACUITE B+   Stable (Upgraded from ACUITE B   Stable)
	Term Loan	Long Term	1.17	ACUITE B+   Stable (Upgraded from ACUITE B   Stable)
	Term Loan	Long Term	0.31	ACUITE B+   Stable (Assigned)
05 Jun 2015	Term Loan	Long Term	1.17	ACUITE B   Stable (Assigned)
	Cash Credit	Long Term	4.50	ACUITE B   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Tamilnad Mercantile Bank Limited	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE B+   Reaffirmed   Issuer not co- operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	1.17	ACUITE B+   Reaffirmed   Issuer not co- operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	0.31	ACUITE B+   Reaffirmed   Issuer not co- operating*

## Contacts

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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