

## Press Release

### Suryalaxmi Cottex Private Limited

September 20, 2018

#### Rating Update



|                               |                                       |
|-------------------------------|---------------------------------------|
| Total Bank Facilities Rated*  | Rs. 11.00 Cr. #                       |
| Long Term Rating (Indicative) | ACUITE B+<br>Issuer not co-operating* |

# Refer Annexure for details

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

#### Rating Rationale

Acuite has reviewed long-term rating of 'ACUITE B+' (**read as ACUITE B+**) to the Rs.11.00 crore bank facilities of Suryalaxmi Cottex Private Limited. This rating is now an indicative rating and is based on best available information.

#### 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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

Suryalaxmi Cottex Private Limited incorporated in 1997, engaged in the business of ginning and pressing of cotton. The operations of the company are managed by Mr. Gargand family. The company has setup its manufacturing facility in Abhor (Punjab) with an installed capacity of 165 cotton bales per day and 560 quintals of cotton seeds.

For FY2015-16, the company has reported profit after tax (PAT) of Rs.0.20 crore on operating income of Rs.63.74 crore as compared with PAT of Rs.0.14 crore on operating income of Rs.52.15 crore for FY2012-13. The net worth stood at Rs.5.87 crore as on March 31, 2016 as compared with Rs.1.51 crore a year earlier. The net worth includes the quasi equity of Rs.4.16 crore in FY2015-16.

#### Any other information:

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

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

None

## Rating History (Upto last three years)

| Date         | Name of Instrument / Facilities | Term      | Amount (Rs. Crore) | Ratings/Outlook               |
|--------------|---------------------------------|-----------|--------------------|-------------------------------|
| 11-July-2017 | Cash Credit                     | Long Term | 11.00              | ACUITE B+/Stable (Reaffirmed) |
| 05-Aug-2015  | Cash Credit                     | Long Term | 11.00              | ACUITE B+/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                            |
|------------------------|------------------|----------------|----------------|-------------------------------|------------------------------------|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 11.00                         | ACUITE B+ Issuer not co-operating* |

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

## Contacts

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|--|--|
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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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