

Press Release

ABC Garments

December 06, 2021



Rating Reaffirmed and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.57	8.57		ACUITE D Reaffirmed Issuer not co-operating*
Bank Loan Ratings	2.41	2.41	ACUITE D Reaffirmed Issuer not co-operating*	
Total	-	10.98	-	-

Rating Rationale

Acuité has Reaffirmed the long term rating of '**ACUITE D**' (read as **ACUITE D**) and short term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.10.98 Cr bank facilities of ABC Garments. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Tamil Nadu based ABC Garments is established in 1993 is a partnership firm engaged in the manufacturing and export of readymade garments for men, women and kids. The firm exports its products to Europe, USA, among others. The firm is headed Mr. R Annadurai, Partner, who possesses experience of over two decades in the business.

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 the due date.

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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

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

Liquidity Indicators

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

Rating Sensitivity

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

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

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

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Sep 2020	Packing Credit	Short Term	5.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.33	ACUITE D (Issuer not co-operating*)
	Derivative Exposure	Short Term	0.05	ACUITE D (Issuer not co-operating*)
	Bills Discounting	Short Term	2.50	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.02	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE D (Issuer not co-operating*)
11 Jun 2019	Bills Discounting	Short Term	2.50	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.02	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.33	ACUITE D (Issuer not co-operating*)
	Packing Credit	Short Term	5.00	ACUITE D (Issuer not co-operating*)
	Derivative Exposure	Short Term	0.05	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
20 Mar 2018	Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.33	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.02	ACUITE D (Issuer not co-operating*)
	Packing Credit	Short Term	5.00	ACUITE D (Issuer not co-operating*)
	Derivative Exposure	Short Term	0.05	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
	Bills Discounting	Short Term	2.50	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE D (Downgraded from ACUITE BB- Stable)
	Term Loan	Long Term	0.08	ACUITE D (Downgraded from ACUITE BB- Stable)

26 Dec 2016	Term Loan	Long Term	0.33	ACUITE D (Downgraded from ACUITE BB- Stable)
	Bank Guarantee	Short Term	0.02	ACUITE D (Downgraded from ACUITE A4+)
	Packing Credit	Short Term	5.00	ACUITE D (Downgraded from ACUITE A4+)
	Derivative Exposure	Short Term	0.05	ACUITE D (Downgraded from ACUITE A4+)
	Letter of Credit	Short Term	1.00	ACUITE D (Downgraded from ACUITE A4+)
	Bills Discounting	Short Term	2.50	ACUITE D (Downgraded from ACUITE A4+)
12 Oct 2015	Cash Credit	Long Term	2.00	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	0.08	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	0.33	ACUITE BB- Stable (Assigned)
	Bank Guarantee	Short Term	0.02	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	5.00	ACUITE A4+ (Assigned)
	Derivative Exposure	Short Term	0.05	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Assigned)
	Bills Discounting	Short Term	2.50	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
Tamilnad Mercantile Bank Limited	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.00	0.02	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	0.00	0.05	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.00	2.00	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.00	1.00	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	0.00	2.50	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	0.00	5.00	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	0.00	0.08	ACUITE D Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	0.00	0.33	ACUITE D Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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