

Press Release
Wearit Global Limited

April 07, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	305.04	ACUITE D Downgraded Issuer not co-operating*	-
Bank Loan Ratings	5.00	-	ACUITE D Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	310.04	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE D**' (read as ACUITE D) from 'ACUITE BB-' (read as ACUITE double B minus) and the short-term rating to 'ACUITE D' (read as ACUITE D) from 'ACUITE A4+' (read as ACUITE A four plus) to the Rs.310.04 Cr bank facilities of Wearit Global Limited (WGL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

The downgrade is on the basis of publicly available information that the account has turned NPA.

About the Company

The Kolkata based WGL (the erstwhile Ritspin Global Limited), incorporated in 1999 as an investment company and changed its business to trading in polyester yarns and fibres in 2002. The company started with manufacturing activities from FY2011 with the acquisition of a spinning unit which had installed capacities of 25,776 spindles. The company had a combined installed capacity of 1, 55,648 spindles and is managed by Mr. Manish Kumar.

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 noncooperation 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

Not Applicable

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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
23 Nov 2021	Packing Credit	Long Term	134.70	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	86.05	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Bills Discounting	Long Term	18.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	66.29	ACUITE BB- (Downgraded and Issuer not co-operating*)
25 Aug 2020	Packing Credit	Long Term	134.70	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bills Discounting	Long Term	18.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	86.05	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	66.29	ACUITE BB (Downgraded and Issuer not co-operating*)

29 May 2019	Term Loan	Long Term	66.29	ACUITE BB+ (Issuer not co-operating*)
	Bills Discounting	Long Term	18.00	ACUITE BB+ (Issuer not co-operating*)
	Cash Credit	Long Term	86.05	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Packing Credit	Long Term	134.70	ACUITE BB+ (Issuer not co-operating*)
07 Mar 2018	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Packing Credit	Long Term	134.70	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	66.29	ACUITE BB+ (Issuer not co-operating*)
	Cash Credit	Long Term	86.05	ACUITE BB+ (Issuer not co-operating*)
	Bills Discounting	Long Term	18.00	ACUITE BB+ (Issuer not co-operating*)
16 Dec 2016	Packing Credit	Long Term	134.70	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	86.05	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	66.29	ACUITE BB+ Stable (Reaffirmed)
	Bills Discounting	Long Term	18.00	ACUITE BB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	66.04	ACUITE BB+ Stable (Assigned)
		Long		
19 Oct 2015	Cash Credit	Term	9.73	ACUITE BB+ Stable (Assigned)
	Bills Discounting	Long Term	25.00	ACUITE BB+ Stable (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Assigned)
	Packing Credit	Long Term	204.27	ACUITE BB+ Stable (Reaffirmed)
12 Oct 2015	Packing Credit	Long Term	55.20	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	86.05	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	FBN/FBP/FBD/PSFC/FBE	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	134.70	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	66.29	ACUITE D Downgraded 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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