

Press Release

Selvam Process

August 09, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 22.16 Cr.#
Long Term Rating	ACUITE B 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.

Acuité has reviewed the long-term rating of '**ACUITE B**' (**read as ACUITE B**) and reviewed the Short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 22.16 crore bank facilities of SELVAM PROCESS. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

SP is a partnership firm engaged in dyeing of hosiery fabrics. The unit is located in Tirupur Tamilnadu with a capacity to process 250,000 kgs per month. It was promoted by Mr. R. Subramanian in 1990 and is currently managed by his son Mr. S. Govindrajan and Mrs. G Sudha.

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.

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

Applicable Criteria

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

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
08 May 2020	Cash Credit	Long term	1.25	ACUITE B (Downgraded from ACUITE B+/ Stable) Issuer not co-operating*
	Term Loan	Long term	3.50	ACUITE B (Downgraded from ACUITE B+/ Stable) Issuer not co-operating*
	Term Loan	Long term	0.25	ACUITE B (Downgraded from ACUITE B+/ Stable) Issuer not co-operating*
	Proposed Bank Facility	Long term	2.10	ACUITE B (Downgraded from ACUITE B+/ Stable) Issuer not co-operating*
	Proposed Term Loan	Long term	15.00	ACUITE B (Downgraded from ACUITE B+/ Stable) Issuer not co-operating*
	Bank Guarantee	Short term	0.06	ACUITE A4 Issuer not co-operating*
18 Feb 2019	Cash Credit	Long term	1.25	ACUITE B+/ Stable (Upgraded)
	Term Loan	Long term	3.50	ACUITE B+/ Stable (Upgraded)
	Term Loan	Long term	0.25	ACUITE B+/ Stable (Upgraded)
	Proposed Bank Facility	Long term	2.10	ACUITE B+/ Stable (Upgraded)
	Proposed Term Loan	Long term	15.00	ACUITE B+/ Stable (Assigned)
	Bank Guarantee	Short term	0.06	ACUITE A4 (Reaffirmed)
12 Jul 2018	Cash Credit	Long term	1.25	ACUITE B/ Stable (Assigned)
	Term Loan	Long term	3.50	ACUITE B/ Stable (Assigned)
	Term Loan	Long term	0.25	ACUITE B/ Stable (Assigned)
	Proposed Bank Facility	Long term	2.10	ACUITE B/ Stable (Assigned)
	Bank Guarantee	Short term	0.06	ACUITE A4 (Assigned)

***Annexure – Details of instruments rated**

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Tamilnad Mercantile Bank Limited	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE B Issuer not co-operating*
Small Industries Development Bank of India	Term Loan	Not Available	Not Available	Not Available	3.50	ACUITE B Issuer not co-operating*
Small Industries Development Bank of India	Term Loan	Not Available	Not Available	Not Available	0.25	ACUITE B Issuer not co-operating*
Not Applicable	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.10	ACUITE B Issuer not co-operating*
Small Industries Development Bank of India	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE B Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.06	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:

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 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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