

## Press Release

V.Thangavel and Sons Private Limited

June 08, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.82	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	39.16	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	40.98	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) and the short-term rating of '**ACUITE A4**' (read as **ACUITE A Four**) on the Rs.40.98 Crore bank facilities of V.Thangavel and Sons Private Limited (VTSP). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

Incorporated in 1990, VTSP is an Erode-based company engaged in trading of textile products besides undertaking spinning and weaving on job work basis. The day-to-day operations are managed by Mr. V. Thangavel and his sons Mr. Karthikeyan and Mr. Kumaravel, who are the directors of the company.

### 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.

This rating continues to be 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

Not Applicable

## 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

Acuite 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
08 Mar 2021	Term Loan	Long Term	9.06	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.82	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	20.10	ACUITE B+ (Downgraded and Issuer not co-operating*)
20 Dec	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	20.10	ACUITE BB- (Issuer not co-operating*)

2019	Term Loan	Long Term	9.06	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.82	ACUITE A4+ (Issuer not co-operating*)
08 Oct 2018	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	20.10	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	9.06	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.82	ACUITE A4+ (Issuer not co-operating*)
15 Feb 2017	Cash Credit	Long Term	10.00	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	20.10	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	9.06	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.82	ACUITE A4+ (Issuer not co-operating*)
24 Nov 2015	Cash Credit	Long Term	10.00	ACUITE BB-   Stable (Assigned)
	Term Loan	Long Term	20.10	ACUITE BB-   Stable (Assigned)
	Term Loan	Long Term	9.06	ACUITE BB-   Stable (Assigned)
	Bank Guarantee	Short Term	1.82	ACUITE A4+ (Assigned)

### Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.82	ACUITE A4   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	20.10	ACUITE B+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	9.06	ACUITE B+   Reaffirmed   Issuer not co-operating*

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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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