

Press Release

Sri Gita Texturisers

December 21, 2021



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.50	ACUITE B+ Downgraded Issuer not co-operating*	
Total	8.50	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 8.50 crore bank facilities of Sri Gita Texturisers (SGT). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

The Surat-based Sri Gita Texturisers (SGT), established in 2009 as a proprietorship firm, is engaged in the manufacturing of polyester texturised and roto yarn. The firm was established by Mr. Kailashchand Mundhra and Mr. Mahavir Prasad Mundhra and commercial operations commenced in 2012.

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."

Liquidity Position

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

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.

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
28 Sep 2020	Proposed Bank Facility	Long Term	1.01	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.54	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	4.90	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.96	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.01	ACUITE BB- (Downgraded and Issuer not co-operating*)
04 Jul 2019	Cash Credit	Long Term	4.90	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	1.01	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.54	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	1.01	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.96	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE BB (Issuer not co-operating*)
24 Apr 2018	Cash Credit	Long Term	4.90	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	0.08	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	1.01	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	0.96	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	0.54	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Proposed Long Term Loan	Long Term	1.01	ACUITE BB Stable (Assigned)
29 Mar 2017	Cash Credit	Long Term	4.90	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	0.16	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	0.45	ACUITE BB- Stable (Reaffirmed)

27 Jan 2016	Term Loan	Long Term	1.65	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	1.34	ACUITE BB- Stable (Reaffirmed)
	Cash Credit	Long Term	4.90	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	3.60	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.90	4.90	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.01	1.01	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	21-08-2021	1.01	1.01	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	01-12-2018	0.96	0.96	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	01-06-2020	0.54	0.54	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.08	0.08	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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About Acuité Ratings & Research

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