

## Press Release

### Zuha Leather Private Limited

March 25, 2021

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 14.75 Cr.#
<b>Long Term Rating</b>	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

#Refer Annexure for details

\*The issuer did not co-operate; based on best available information.

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 14.75 crore bank facilities of Zuha Leather Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Zuha Leathers a Chennai based company promoted by Mr. Shabbeer Ahmed was established in 1986 as a partnership firm and converted to private limited in 2004. The company is engaged in manufacturing of finished leather used to make shoes bags and garments. The company's tanneries are located in Vaniyambadi Tamil Nadu.

#### 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.

#### 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). 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.

**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

Acuite 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
02 Jan, 2020	Cash Credit	Long Term	0.50	ACUITE BB- Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- Issuer not co-operating*
	Packing Credit	Short Term	2.50	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	1.00	ACUITE A4+ Issuer not co-operating*
	Letter of Credit	Short Term	7.00	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.10	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	3.00	ACUITE A4+ Issuer not co-operating*
08 Oct, 2018	Cash Credit	Long Term	0.50	ACUITE BB- Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- Issuer not co-operating*
	Packing Credit	Short Term	2.50	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	1.00	ACUITE A4+ Issuer not co-operating*
	Letter of Credit	Short Term	7.00	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.10	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	3.00	ACUITE A4+ Issuer not co-operating*
16 May, 2017	Cash Credit	Long Term	0.50	ACUITE BB- Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- Issuer not co-operating*
	Packing Credit	Short Term	2.50	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	1.00	ACUITE A4+ Issuer not co-operating*
				ACUITE A4+

	Letter of Credit	Short Term	7.00	Issuer not co-operating*
	Bank Guarantee	Short Term	0.10	ACUITE A4+ Issuer not co-operating*
	Bills Discounting	Short Term	3.00	ACUITE A4+ Issuer not co-operating*

#### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.65	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

\*The issuer did not co-operate; based on best available information.

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**About Acuite Ratings & Research:**

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