

Press Release

Zuha Leather Private Limited

June 23, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.15	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	13.60	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	14.75	-	-
Total Withdrawn Quantum (Rs.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.14.75 Crore bank facilities of Zuha Leather Private Limited. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

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.

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
25 Mar 2021	Bills Discounting	Short Term	3.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	7.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	2.50	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	0.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.10	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Bills Discounting	Short Term	1.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.65	ACUITE B+ (Downgraded and Issuer not co-operating*)

02 Jan 2020	Cash Credit	Long Term	0.50	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.10	ACUITE A4+ (Issuer not co-operating*)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- (Issuer not co-operating*)
	Bills Discounting	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Issuer not co-operating*)
	Packing Credit	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
08 Oct 2018	Packing Credit	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	0.50	ACUITE BB- (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*)
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- (Issuer not co-operating*)
16 May 2017	Packing Credit	Short Term	2.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	0.50	ACUITE BB- (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*)
		Short		
	Bills Discounting	Term	3.00	ACUITE A4+ (Issuer not co-operating*)
27 Jan 2016	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	0.50	ACUITE BB- Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.65	ACUITE BB- Stable (Assigned)
	Packing Credit	Short Term	2.50	ACUITE A4+ (Assigned)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.10	ACUITE A4+ (Assigned)
	Bills Discounting	Short Term	3.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.65	ACUITE B+ Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

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