

Press Release

Tulip Apparels Private Limited

March 26, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 15.00 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB) 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 BB-' (read as ACUITE double B minus)** from '**ACUITE BB' (read as ACUITE double B)** on the Rs. 15.00 crore bank facilities of Tulip Apparels Private Limited (TAPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Bangalore based TAPL, incorporated in 2000 is engaged in the manufacturing of high quality embroidered fabrics and laces. The company undertakes computerized embroidery work on job work basis. It started off as an embroidery unit and diversified into manufacturing of fabrics for ladies in 2007, becoming one of the leading embroidery companies in Northern India. The company is associated with reputed brands such as H&M, Benetton, to name a few. For FY2014-15, TAPL reported net profit of Rs.0.56 crore on operating income of Rs.18.48 crore as compared to net profit of Rs.0.45 crore on operating income of Rs.17.53 crore in FY2013-14. The net worth stood at Rs.13.63 crore as on March 31, 2015, as compared to Rs.12.17 crore a year earlier. Directors of Tulip Apparels Private Limited are Vasudev Toshniwal, Amarappa Tatti,

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
Jan 02, 2020	Cash Credit	Long Term	5.40	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	8.38	ACUITE BB Issuer not co-operating*
	Standby Line Of Credit	Long Term	0.54	ACUITE BB Issuer not co-operating*
	Proposed Bank Facility	Long Term	0.68	ACUITE BB Issuer not co-operating*
Oct 08, 2018	Cash Credit	Long Term	5.40	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	8.38	ACUITE BB Issuer not co-operating*
	Standby Line Of Credit	Long Term	0.54	ACUITE BB Issuer not co-operating*
	Proposed Bank Facility	Long Term	0.68	ACUITE BB Issuer not co-operating*
May 12, 2017	Cash Credit	Long Term	5.40	ACUITE BB (Indicative)
	Term Loan	Long Term	8.38	ACUITE BB (Indicative)
	Standby Line Of Credit	Long Term	0.54	ACUITE BB (Indicative)
	Proposed Bank Facility	Long Term	0.68	ACUITE BB (Indicative)

#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	5.40	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	8.38	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Standby Line Of Credit	Not Applicable	Not Applicable	Not Applicable	0.54	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.68	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*

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

Contacts

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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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