

Press Release

Tulip Apparels Private Limited

June 24, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.00	ACUITE BB- Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	15.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long term rating of '**ACUITE BB-' (read as ACUITE double B minus)** on the Rs. 15.00 Cr bank facilities of Tulip Apparels Private Limited (TAPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

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 Tatt.

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

Other Factors affecting Rating

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
26 Mar 2021	Standby Line of Credit	Long Term	0.54	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	5.40	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.68	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	8.38	ACUITE BB- (Downgraded and Issuer not co-operating*)
02 Jan 2020	Cash Credit	Long Term	5.40	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*)
	Term Loan	Long Term	8.38	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	5.40	ACUITE BB (Issuer not co-operating*)

08 Oct 2018	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*)
12 May 2017	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*)
05 Feb 2016	Cash Credit	Long Term	5.40	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	8.38	ACUITE BB Stable (Assigned)
	Standby Line of Credit	Long Term	0.54	ACUITE BB Stable (Assigned)
	Proposed Bank Facility	Long Term	0.68	ACUITE BB Stable (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 Patiala	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.40	ACUITE BB- Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.68	ACUITE BB- Reaffirmed Issuer not co-operating*
State Bank of Patiala	Not Applicable	Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	0.54	ACUITE BB- Reaffirmed Issuer not co-operating*
State Bank of Patiala	Not Applicable	Term Loan	Not available	Not available	Not available	8.38	ACUITE BB- 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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