Press Release

Newtech Creations

January 25, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 7.70 Cr.#
Long Term Rating	ACUITE B Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

**Refer Annexure for details*
***The issuer did not co-operate; based on best available information.*

Acuité has reviewed the long-term rating of **'ACUITE B' (read as ACUITE B)** and the short-term rating of **'ACUITE A4' (read as ACUITE A four)** on the Rs. 7.70 crore bank facilities of Newtech Creations (NC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Tamilnadu based - Established in 2002, Newtech Creations (NTC) is proprietorship concern promoted by Mr. S Dhandapani. The firm is engaged in Manufacturing & exporting of knitted garments. NTC products range includes garments (T-shirts, casual wears, sports wears, tops, under garments, etc) for men, women, and kids. NTC outsources the process of manufacturing like knitting, dyeing, washing, cutting, etc. Processes like embroidery and printing is done using the in-house facilities. Firm has the manufacturing/outsourcing capacity to sell 8000 pieces of garments per day.

Non-cooperation by the issuer/borrower:
Acuité 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 is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité 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
Acuité 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
11-Nov-2019	Packing Credit	Short term	3.25	ACUITE A4 Issuer not co-operating*
	Post Shipment Credit	Short term	4.00	ACUITE A4 Issuer not co-operating*
	Proposed Term Loan	Long term	0.45	ACUITE B Issuer not co-operating*
03-Sept-2018	Packing Credit	Short term	3.25	ACUITE A4 (Reaffirmed)
	Post Shipment Credit	Short term	4.00	ACUITE A4 (Reaffirmed)
	Proposed Term Loan	Long Term	0.45	ACUITE B/ Stable (Reaffirmed)
27-July-2017	Packing Credit	Short term	3.25	ACUITE A4 (Reaffirmed)
	Post Shipment Credit	Short term	4.00	ACUITE A4 (Reaffirmed)
	Proposed Term Loan	Long Term	0.45	ACUITE B/ Stable (Reaffirmed)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Packing Credit	Not Applicable	Not Applicable	Not Applicable	3.25	ACUITE A4 Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Available	4.00	ACUITE A4 Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	0.45	ACUITE B 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.