

Press Release

Dinesh Textile Mills

July 28, 2018



Rating Update

Total Bank Facilities Rated*	Rs.18.00 Cr. #
Long Term Rating	ACUITE BB- 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.

Rating Rationale

Acuité has reviewed the long term rating to 'ACUITE BB-' (read as ACUITE double BB-) and short term rating of 'ACUITE A4+' (read as ACUITE A four plus) to the Rs.18.00 crore bank facilities of Dinesh Textile Mills. This rating is now an indicative rating and is based on best available information

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 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/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/criteria-fin-ratios.htm>
- Entities In Manufacturing Sector - <https://www.acuite.in/criteria-manufacturing.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 endeavoured 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.

About the Rated Entity:

Dinesh Textile Mills (DTM) was established in 2012 as a partnership firm by Mr. Dinesh and family. The firm manufactures readymade garments (T-shirts, nightwear and innerwear) and has installed capacity of 35 lakh pieces per annum. The manufacturing facility is located at Tirupur, Tamil Nadu.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Jul-2017	PC/PCFC	Long Term	5.00	ACUITE BB-/Stable (Reaffirmed)
06-Jul-2017	Term loans	Long Term	1.41	ACUITE BB-/Stable

				(Reaffirmed)
06-Jul-2017	FBN/FBP/FBD/PSFC/FBE	Long Term	5.00	ACUITE BB-/Stable (Reaffirmed)
06-Jul-2017	FDBN/PSCFC (Proposed)	Long Term	6.00	ACUITE BB-/Stable (Reaffirmed)
06-Jul-2017	Proposed Bank Facility	Long Term	0.34	ACUITE BB-/Stable (Reaffirmed)
06-Jul-2017	Bank Guarantee	Short Term	0.25	ACUITE A4+/ (Reaffirmed)
16-Mar-2016	PCFC	Long Term	5.00	ACUITE BB-/Stable (Assigned)
16-Mar-2016	Post Shipment Credit	Long Term	5.00	ACUITE BB-/Stable (Assigned)
16-Mar-2016	Term Loan	Long Term	1.41	ACUITE BB-/Stable (Assigned)
16-Mar-2016	Proposed Term Loan	Long Term	0.34	ACUITE BB-/Stable (Assigned)
16-Mar-2016	Bank Guarantee	Short Term	0.25	ACUITE A4+/ (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- (Indicative)
Term loans	Not Applicable	Not Applicable	Not Applicable	1.41	ACUITE BB- (Indicative)
FBN/FBP/FBD/P SFC/FBE	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- (Indicative)
FDBN/PSCFC (Proposed)	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- (Indicative)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.34	ACUITE BB- (Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4+ (Indicative)

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings 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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