

Press Release

Dinesh Textile Mills

September 18, 2020

Rating Withdrawn



Total Bank Facilities Rated*	Rs.18.00 Cr. #
Long Term Rating	ACUITE BB- Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A4+ Withdrawn; Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on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

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

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 an installed capacity of 35 lakh pieces per annum. The manufacturing facility is located at Tirupur, 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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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.

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)

Not Applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
29-Oct--2019	Term Loan	Long Term	1.41	ACUITE BB- (Indicative)
	Packing Credit	Long Term	5.00	ACUITE BB- (Indicative)
	Post Shipment Credit	Long Term	5.00	ACUITE BB- (Indicative)
	Proposed Long Term Loan	Long Term	0.34	ACUITE BB- (Indicative)
	Bank Guarantee	Short Term	0.25	ACUITE A4+ (Indicative)
	Post Shipment Credit	Long Term	6.00	ACUITE BB- (Indicative)
28-Jul-2018	Term Loan	Long Term	1.41	ACUITE BB- (Indicative)
	Packing Credit	Long Term	5.00	ACUITE BB- (Indicative)
	Post Shipment Credit	Long Term	5.00	ACUITE BB- (Indicative)
	Proposed Long Term Loan	Long Term	0.34	ACUITE BB- (Indicative)
	Bank Guarantee	Short Term	0.25	ACUITE A4+ (Indicative)
	Post Shipment Credit	Long Term	6.00	ACUITE BB- (Indicative)
06-Jul-2017	Term Loan	Long Term	1.41	ACUITE BB- / Stable (Reaffirmed)
	Packing Credit	Long Term	5.00	ACUITE BB- / Stable (Reaffirmed)
	Post Shipment Credit	Long Term	5.00	ACUITE BB- / Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	0.34	ACUITE BB- / Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.25	ACUITE A4+ (Reaffirmed)
	Post Shipment Credit	Long Term	6.00	ACUITE BB- / Stable (Assigned)
10-Mar-2016	Term Loan	Long Term	1.41	ACUITE BB- / Stable (Assigned)
	Packing Credit	Long Term	5.00	ACUITE BB- / Stable (Assigned)
	Post Shipment Credit	Long Term	5.00	ACUITE BB- / Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.34	ACUITE BB- / Stable (Assigned)
	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
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.41	ACUITE BB- Withdrawn; Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- Withdrawn; Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- Withdrawn; Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.34	ACUITE BB- Withdrawn; Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4+ Withdrawn; Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- Withdrawn; Issuer not co-operating*

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

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About Acuité Ratings & Research:

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