



Press Release

Hil Max Export

October 19, 2018

Rating Update

Total Bank Facilities Rated	Rs. 6.17 Cr.#
Long Term Rating	ACUITE B 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) to the Rs. 6.17 crore bank facilities of Hil Max Export (HME). 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/view-rating-criteria-17.htm>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios and Adjustments- <https://www.acuite.in/view-rating-criteria-40.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.

About the Rated Entity:

The Tamil Nadu-based, HME was established in 2014 as a partnership firm. The firm is engaged in the manufacturing of cotton yarn at Coimbatore (Tamil Nadu). The firm, led by Mr. M. Karchikumar and Mr. D. Gopalakrishnan, has an installed capacity of 6720 spindles.

For FY2016-17 (Provisional), HME reported profit after tax (PAT) of Rs.0.01 crore on operating income of Rs.7.88 crore as against net loss of Rs.0.06 crore on operating income of Rs.4.69 crore in FY2015-16. The net worth stood at Rs.5.32 crore as on 31 March, 2017 (Provisional) compared to Rs.5.31 crore a year earlier.

Status of non-cooperation with previous CRA (if applicable)

Not applicable

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
11-Sep-2017	Cash Credit	Long term	2.00	ACUITE B/Stable (Reaffirmed)
	Term Loan I	Long term	0.90	ACUITE B/Stable (Reaffirmed)
	Term Loan II	Long term	2.00	ACUITE B/Stable (Reaffirmed)
	Term Loan III*	Long term	1.00	ACUITE B/Stable (Reaffirmed)
	Term Loan IV	Long term	0.27	ACUITE B/Stable (Reaffirmed)
10-Jul-2017	Cash Credit	Long term	2.00	ACUITE B (Indicative)
	Term Loan I	Long term	0.90	ACUITE B (Indicative)
	Term Loan II	Long term	0.99	ACUITE B (Indicative)
	Term Loan III	Long term	2.00	ACUITE B (Indicative)
	Term Loan IV	Long term	0.28	ACUITE B (Indicative)
17-Mar-2016	Cash Credit	Long term	2.00	ACUITE B/Stable (Assigned)
	Term Loan I	Long term	0.90	ACUITE B/Stable (Assigned)
	Term Loan II	Long term	2.00	ACUITE B/Stable (Assigned)
	Term Loan III*	Long term	1.00	ACUITE B/Stable (Assigned)
	Term Loan IV	Long term	0.27	ACUITE B/Stable (Assigned)

*Import LC/Buyers Credit up to Rs. 1.35 crore as a sublimit of Term Loan III.

#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	2.00	ACUITE B Issuer not cooperating*
Term Loan I	Not Applicable	Not Applicable	Not Applicable	0.90	ACUITE B Issuer not cooperating*
Term Loan II	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B Issuer not cooperating*
Term Loan III	Not Applicable	Not Applicable	Not Applicable	1.00^	ACUITE B Issuer not cooperating*
Term Loan IV	Not Applicable	Not Applicable	Not Applicable	0.27	ACUITE B Issuer not cooperating*

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

^ Import LC/Buyers Credit up to Rs. 1.35 crore as a sublimit of Term Loan III.

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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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