

Press Release

Chien Hsing Tannery

June 24, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 5.50 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. 5.50 crore bank facilities of CHIEN HSING TANNERY (CHT). This rating is now an indicative rating and is based on best available information

CHT was established in 2007 as a partnership firm by Mr. Naresh Kumar Juneja and Ms. Minnie Juneja. The firm is engaged in manufacturing of finished leather with the total capacity of 12 Lakh Square Feet/Month. The firm has a manufacturing unit located in West Bengal and the firm procures 80 per cent of its major raw material i.e. raw leather and chemicals from local market of Kolkata. The other 20 per cent, they procure from the market of Mumbai and Kanpur. The supplier's payment term is advance for the local customer and for the rest, the payment term is 20-30 days. CHT realised 100 per cent revenue from the domestic market of Kolkata, Mumbai, Haryana and Gujarat.

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 continues to be 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.

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
09 April, 2019	Cash Credit	Long Term	4.50	ACUITE B Issuer not co-operating*
	Packing Credit	Short Term	0.50	ACUITE A4 Issuer not co-operating*
	Bill Discounting	Short Term	0.50	ACUITE A4 Issuer not co-operating*
20 Feb, 2018	Cash Credit	Long Term	4.50	ACUITE B/Stable (Reaffirmed)
	Packing Credit	Short Term	0.50	ACUITE A4 (Reaffirmed)
	Bill Discounting	Short Term	0.50	ACUITE A4 (Reaffirmed)
18 Aug, 2017	Cash Credit	Long Term	4.50	ACUITE B Issuer not co-operating*
	Packing Credit	Short Term	0.50	ACUITE A4 Issuer not co-operating*
	Bill Discounting	Short Term	0.50	ACUITE A4 Issuer not co-operating*

#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	4.50	ACUITE B Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 Issuer not co-operating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 Issuer not co-operating*

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

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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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