

Press Release

Providence Textiles

March 17, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 14.29 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 plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.14.29 crore bank facilities of Providence Textiles. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Punjab-based partnership firm Providence Textiles (PT) was established in 2011, by Mr. Sanjay Bansal and Mrs. Kanika Bansal. The firm is engaged in trading and manufacturing of woollen yarn and garments in domestic and export markets like Ireland and Bangladesh.

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
19-Dec-2019	Cash Credit	Long Term	7.99	ACUITE B+ Issuer not co-operating*
	Term Loan	Long Term	3.30	ACUITE B+ Issuer not co-operating*
	Bills Discounting	Short Term	1.00	ACUITE A4 Issuer not co-operating*
	Letter of Credit	Short Term	2.00	ACUITE A4 Issuer not co-operating*
08-Oct-20178	Cash Credit	Long Term	7.99	ACUITE B+/Stable (Reaffirmed)
	Term Loan	Long Term	3.30	ACUITE B+/Stable (Reaffirmed)
	Bills Discounting	Short Term	1.00	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
07-Aug-2018	Cash Credit	Long Term	8.00	ACUITE B+/Stable (Assigned)
	Bills Discounting	Short Term	1.00	ACUITE A4 (Assigned)
	Proposed cash credit	Long Term	1.00	ACUITE B+/Stable (Assigned)

*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	7.99	ACUITE B+ Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	3.30	ACUITE B+ Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuited.in</p> <p>Deepesh Pamnani Analyst - Rating Operations Tel: 011-49731304 deepesh.pamnani@acuited.in</p>	<p>Varsha Bist Senior Manager – Rating Desk Tel: 022-49294011 rating.desk@acuited.in</p>

About Acuite Ratings & Research:

Acuite 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.

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