

Press Release

Prakash Textiles- Noida

March 03, 2021



Rating Withdrawn

| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs.9.00 Cr. |
| Short Term Rating | ACUITE A4 Withdrawn; Issuer not co-operating |

*Refer Annexure for details

Rating Rationale

Acuité has withdrawn the short term rating of '**ACUITE A4** (read as ACUITE A four)' on the Rs.9.00 Cr. bank facilities of Prakash Textiles – Noida. The rating continues to be an indicative rating and is based on the best available information.

The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuité's policy.

About the company

Established in 1985, Prakash Textiles is a Noida-based partnership firm headed by Mr. Prakash Maini and Mr. Uttam Maini. The firm is engaged in the manufacture and export of readymade garments, accessories, bags, among others.

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.

Acuité 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). Acuité has 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.

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

Rating Sensitivities

No information provided by the issuer / available for Acuité 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)

Not Applicable

Any other information

None

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|------------------|------------------------|
| 29-Jan-2020 | Packing Credit | Short Term | 9.00 | ACUITE A4 (Indicative) |
| 19-Nov-2018 | Packing Credit | Short Term | 9.00 | ACUITE A4 (Indicative) |
| 27-Sep-2017 | Packing Credit | Short Term | 9.00 | ACUITE A4 (Indicative) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings |
|------------------------|------------------|---------------|----------------|-----------------------------|--|
| Packing Credit | Not Applicable | Not Available | Not Applicable | 9.00 | ACUITE A4 Withdrawn; Issuer not co-operating* |

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

Contacts

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|---|--|
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About Acuité Ratings & Research:

Acuité 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 8,584 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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