

## Press Release

Pahwa International

August 09, 2022



### Rating Reaffirmed and Issuer not co-operating

| Product                            | Quantum<br>(Rs. Cr) | Long Term Rating                                 | Short Term Rating                                |
|------------------------------------|---------------------|--|--|
| Bank Loan Ratings                  | 10.00               | -  | ACUITE D   Reaffirmed   Issuer not co-operating* |
| Bank Loan Ratings                  | 29.00               | ACUITE D   Reaffirmed   Issuer not co-operating* | -  |
| Total Outstanding Quantum (Rs. Cr) | 39.00               | -  | -  |
| Total Withdrawn Quantum (Rs. Cr)   | 0.00                | -  | -  |

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D' (read as ACUITE D)** and short term rating of '**ACUITE D' (read as ACUITE D)** on the Rs. 39.00 crore bank facilities of Pahwa International (PI). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

#### About the Company

PI, established in 1995, is a partnership firm engaged in the manufacturing and export of leather garments such as leather jackets, trousers, blazers and overcoats at New Delhi. The firm is led by Mr. Surendra Singh, Mr. Nirver Singh Pahwa and others. The manufacturing facility is located at Okhla with installed capacity of 72,000 garments per annum

#### 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.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

#### 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.

#### Rating Sensitivity

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

### Material Covenants

Not Applicable

### Liquidity Position

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

### Outlook

Not Applicable

### Other Factors affecting Rating

Not Applicable

### Status of non-cooperation with previous CRA

None.

### Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Applicable Criteria

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

### Note on Complexity Levels of the Rated Instrument

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

### Rating History

| Date        | Name of Instruments/Facilities | Term       | Amount (Rs. Cr) | Rating/Outlook                                  |
|-------------|--------------------------------|------------|-----------------|---|
| 11 May 2021 | Packing Credit                 | Long Term  | 20.00           | ACUITE D (Issuer not co-operating*)             |
|             | Letter of Credit               | Long Term  | 9.00            | ACUITE D (Issuer not co-operating*)             |
|             | Bills Discounting              | Short Term | 10.00           | ACUITE D (Issuer not co-operating*)             |
| 26 Feb 2020 | Letter of Credit               | Long Term  | 9.00            | ACUITE D (Issuer not co-operating*)             |
|             | Bills Discounting              | Short Term | 10.00           | ACUITE D (Issuer not co-operating*)             |
|             | Packing Credit                 | Long Term  | 20.00           | ACUITE D (Issuer not co-operating*)             |
| 20 Dec 2018 | Packing Credit                 | Long Term  | 20.00           | ACUITE D (Issuer not co-operating*)             |
|             | Letter of Credit               | Long Term  | 9.00            | ACUITE D (Issuer not co-operating*)             |
|             | Bills Discounting              | Short Term | 10.00           | ACUITE D (Issuer not co-operating*)             |
| 03 Nov 2017 | Packing Credit                 | Long Term  | 20.00           | ACUITE B+   Stable (Downgraded from ACUITE BB-) |
|             | Letter of Credit               | Long Term  | 9.00            | ACUITE B+   Stable (Downgraded from ACUITE BB-) |
|             | Bills Discounting              | Short Term | 10.00           | ACUITE A4 (Reaffirmed)                          |

|             |                      |            |       |                                       |
|-------------|----------------------|------------|-------|---------------------------------------|
| 03 Aug 2017 | Packing Credit       | Long Term  | 20.00 | ACUITE BB- (Issuer not co-operating*) |
|             | Letter of Credit     | Long Term  | 9.00  | ACUITE BB- (Issuer not co-operating*) |
|             | Bills Discounting    | Short Term | 10.00 | ACUITE A4 (Issuer not co-operating*)  |
| 17 Mar 2016 | Packing Credit       | Long Term  | 20.00 | ACUITE BB-   Stable (Assigned)        |
|             | Post Shipment Credit | Long Term  | 9.00  | ACUITE BB-   Stable (Assigned)        |
|             | Post Shipment Credit | Short Term | 10.00 | ACUITE A4 (Assigned)                  |
| 18 Dec 2015 | Packing Credit       | Long Term  | 16.00 | ACUITE BB   Stable (Suspended)        |
|             | Post Shipment Credit | Long Term  | 6.00  | ACUITE BB   Stable (Suspended)        |
|             | Post Shipment Credit | Short Term | 20.00 | ACUITE A4+ (Suspended)                |
| 19 Sep 2014 | Packing Credit       | Long Term  | 16.00 | ACUITE BB   Stable (Assigned)         |
|             | Post Shipment Credit | Long Term  | 6.00  | ACUITE BB   Stable (Assigned)         |
|             | Post Shipment Credit | Short Term | 20.00 | ACUITE A4+ (Assigned)                 |

## Annexure - Details of instruments rated

| Lender's Name        | ISIN           | Facilities        | Date Of Issuance | Coupon Rate    | Maturity Date  | Quantum (Rs. Cr.) | Rating   |
|----------------------|----------------|-------------------|------------------|----------------|----------------|-------------------|--|
| Punjab and Sind Bank | Not Applicable | Bills Discounting | Not Applicable   | Not Applicable | Not Applicable | 10.00             | ACUITE D   Reaffirmed   Issuer not co-operating* |
| Punjab and Sind Bank | Not Applicable | Letter of Credit  | Not Applicable   | Not Applicable | Not Applicable | 9.00              | ACUITE D   Reaffirmed   Issuer not co-operating* |
| Punjab and Sind Bank | Not Applicable | PC/PCFC           | Not Applicable   | Not Applicable | Not Applicable | 20.00             | ACUITE D   Reaffirmed   Issuer not co-operating* |

## Contacts

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|---|--|
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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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