

Press Release

Maharaja Cotspin Limited

March 22, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 68.00 Crore #
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D 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 D (read as ACUITE D)**' and short term rating of '**ACUITE D (read as ACUITE D)**' on the Rs. 68.00 crore bank facilities of Maharaja Cotspin Limited. This rating is now an indicative rating and is based on best available information.

Maharaja Cotspin Limited (MCL) was incorporated in April, 2010 in Ludhiana by Mr. Ashok Kumar Makkar, Mr. Sanjeev Makkar and Mr. Manoj Makkar and is engaged in the business of spinning of acrylic & polyester yarn and the manufacture of polyester fabrics. It has one spinning facility and one manufacturing facility in Ludhiana – the textile hub of India. It markets its polyester fabric under its own brand "Maharaja Gold" in both India and in several export markets. Key export markets include Mexico and Pakistan – however it also supplies to several players in South-East Asian markets.

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-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 Financial Indicators:

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
23-Dec-2019	Cash Credit	Long Term	10.00	ACUITE D Issuer not co-operating*
	Term Loan	Long Term	35.90	ACUITE D Issuer not co-operating*
	Standby Line of Credit	Long Term	1.00	ACUITE D Issuer not co-operating*
	Term Loan	Long Term	0.04	ACUITE D Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.46	ACUITE D Issuer not co-operating*
	Post Shipment Credit	Short Term	5.00	ACUITE D Issuer not co-operating*
	Bank Guarantee	Short Term	0.60	ACUITE D Issuer not co-operating*
	Buyers Credit	Short Term	15.00	ACUITE D Issuer not co-operating*
19-Nov-2018	Cash Credit	Long Term	10.00	ACUITE BB Issuer Not Cooperating*
	Term Loan	Long Term	35.90	ACUITE BB Issuer Not Cooperating*
	Standby Line of Credit	Long Term	1.00	ACUITE BB Issuer Not Cooperating*
	Term Loan	Long Term	0.04	ACUITE BB Issuer Not Cooperating*
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB Issuer Not Cooperating*
	Post Shipment Credit	Short Term	5.00	ACUITE A4+ Issuer Not Cooperating*
	Bank Guarantee	Short Term	0.60	ACUITE A4+ Issuer Not Cooperating*
	Buyers Credit	Short Term	15.00	ACUITE A4+ Issuer Not Cooperating*

06-Oct-2017	Cash Credit	Long Term	10.00	ACUITE BB Issuer Not Cooperating*
	Term Loan	Long Term	35.90	ACUITE BB Issuer Not Cooperating*
	Standby Line of Credit	Long Term	1.00	ACUITE BB Issuer Not Cooperating*
	Term Loan	Long Term	0.04	ACUITE BB Issuer Not Cooperating*
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB Issuer Not Cooperating*
	Post Shipment Credit	Short Term	5.00	ACUITE A4+ Issuer Not Cooperating*
	Bank Guarantee	Short Term	0.60	ACUITE A4+ Issuer Not Cooperating*
	Buyers Credit	Short Term	15.00	ACUITE A4+ Issuer Not Cooperating*

#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	10.00	ACUITE D Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	35.90	ACUITE D Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE D Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	0.04	ACUITE D Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.46	ACUITE D Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE D Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE D Issuer not co-operating*
Buyers Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE D Issuer not co-operating*

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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 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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