

Press Release

Sangeet Syntex Limited

October 25, 2019

Rating Update



Total Bank Facilities Rated	Rs. 18.76 Cr. #
Long Term Rating	ACUITE BB+ 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.

Acuite has reviewed long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs. 18.26 crore bank facilities and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 0.50 crore bank facilities of Sangeet Syntex Limited. This rating is now an indicative rating and is based on best available information.

Incorporated in 1980, as a private limited company and later, reconstituted as a public limited company, Sangeet Syntex Limited (SSL) is engaged in texturizing yarn and manufacturing of Knitted Fabrics. The texturized yarn is used for captive consumption for knitting fabrics. The company has manufacturing facilities located at Silvassa (Dadra & Nagar Haveli)

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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured 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

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information

Acuite 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. Cr.)	Ratings/Outlook
16-Aug-2018	Term loans	Long Term	0.06	ACUITE BB+ / Stable (Reaffirmed)
	Term loans	Long Term	5.16	ACUITE BB+ / Stable (Reaffirmed)
	Cash Credit	Long Term	8.00**	ACUITE BB+ / Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.50***	ACUITE A4+ (Reaffirmed)
	Proposed Facility	Long Term	2.04	ACUITE BB+ / Stable (Reaffirmed)
	Term loans	Long Term	3.00	ACUITE BB+ / Stable (Assigned)
07-Sep-2017	Term loans	Long Term	0.23	ACUITE BB+ / Stable (Upgraded)
	Proposed Facility	Long Term	2.76	ACUITE BB+ / Stable (Upgraded)
	Term loans	Long Term	7.27	ACUITE BB+ / Stable (Upgraded)
	Cash Credit	Long Term	8.00	ACUITE BB+ / Stable (Upgraded)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Reaffirmed)
25-Jul-2016	Cash Credit	Long Term	5.50	ACUITE BB / Stable (Assigned)
	Term loans	Long Term	0.44	ACUITE BB / Stable (Assigned)
	Term loans	Long Term	0.58	ACUITE BB / Stable (Assigned)
	Term loans	Long Term	7.65	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE BB / Stable (Assigned)
	Proposed Working Capital Demand Loan	Long Term	4.09	ACUITE BB / Stable (Assigned)

** sublimit to forex forward contract of Rs.1.00 crore.

*** sublimit to performance BG, LC is Rs.0.50 crore and buyer's credit (sub limit of LC) is Rs.0.50 crore.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term loans	Not Applicable	Not Applicable	Not Applicable	0.06	ACUITE BB+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	5.16	ACUITE BB+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00**	ACUITE BB+ Issuer not co-operating*
Proposed Facility	Not Applicable	Not Applicable	Not Applicable	2.04	ACUITE BB+ Issuer not co-operating*
Bank Guarantee	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.

** sublimit to forex forward contract of Rs.1.00 crore.

*** sublimit to performance BG, LC is Rs.0.50 crore and buyer's credit (sub limit of LC) is Rs.0.50 crore.

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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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