

## Press Release

**Dhivakar Spinning Mills Private Limited**

**June 03, 2022**



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.50	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	8.50	-	-

### Rating Rationale

Acuite has reaffirmed & withdrawn its long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) on the Rs.8.50 crore bank facilities of Dhivakar Spinning Mills Private Limited. The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

### About the Company

Incorporated in the year 1993, DSMPL is engaged primarily in the manufacturing of cotton yarn and grey fabric. The company is based in Coimbatore, Tamil Nadu. The directors of the company - Mr. K.Thangamani and Mr.T.Dhivakar have more than two decades of experience in the textile industry.

### 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 continues to be flagged as "Issuer notcooperating", 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

None.

## Liquidity Position

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

## Outlook

Not Applicable

## Status of non-cooperation with previous CRA

None

## Any other information

None

## Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 Nov 2021	Working Capital Demand Loan	Long Term	0.50	ACUITE B+ ( Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE B+ ( Issuer not co-operating*)
	Term Loan	Long Term	0.11	ACUITE B+ ( Issuer not co-operating*)
	Term Loan	Long Term	0.06	ACUITE B+ ( Issuer not co-operating*)
	Cash Credit	Long Term	7.75	ACUITE B+ ( Issuer not co-operating*)
25 Aug 2020	Term Loan	Long Term	0.11	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.08	ACUITE B+   Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	0.50	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.06	ACUITE B+   Stable (Reaffirmed)
	Cash Credit	Long Term	7.75	ACUITE B+   Stable (Reaffirmed)
30 May 2019	Bank Guarantee	Short Term	0.32	ACUITE A4 (Withdrawn)
	Term Loan	Long Term	0.19	ACUITE B+   Stable (Assigned)
	Cash Credit	Long Term	5.75	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.09	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.68	ACUITE B+   Stable (Assigned)

	Proposed Bank Facility	Long Term	1.29	ACUITE B+   Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	0.50	ACUITE B+   Stable (Reaffirmed)
11 Jan 2019	Working Capital Demand Loan	Long Term	1.00	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	5.75	ACUITE B+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.30	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.32	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.13	ACUITE B+ (Issuer not co-operating*)
20 Nov 2017	Cash Credit	Long Term	5.75	ACUITE B+   Stable (Reaffirmed)
	Term Loan	Long Term	0.31	ACUITE B+   Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	1.00	ACUITE B+   Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.44	ACUITE A4 (Reaffirmed)
		Long Term		ACUITE B+   Stable (Reaffirmed)
	Proposed Long Term Loan	Term	1.00	
09 Aug 2016	Cash Credit	Long Term	5.75	ACUITE B+   Stable (Assigned)
	Term Loan	Long Term	0.13	ACUITE B+   Stable (Assigned)
	Working Capital Demand Loan	Long Term	1.00	ACUITE B+   Stable (Assigned)
	Bank Guarantee	Short Term	0.32	ACUITE A4 (Assigned)
	Proposed Working Capital Demand Loan	Long Term	1.30	ACUITE B+   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
The Federal Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.75	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
The Federal Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	0.08	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
The Federal Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	0.11	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
The Federal Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	0.06	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*
The Federal Bank Ltd	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	0.50	ACUITE B+   Reaffirmed & Withdrawn   Issuer not co-operating*

## Contacts

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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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