

Press Release

Victus Dyeings (VD)

January 10, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 44.00 Cr. #
Long Term Rating	SMERA BBB- Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA BBB-**' (**read as SMERA triple B minus**) on the Rs. 44.00 crore bank facilities of Victus Dyeings (VD). This is an indicative rating.

Non-cooperation by the issuer/borrower

SMERA 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 required documents before due date.

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

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-manufacturing.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). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity

Victus Dyeings is a partnership firm established in 1993 by Mr. L. Mohan Shankar, Mr. L. Dinesh Kumar, Mr. A. Loganathan and Mr. L. Amudha. The firm exports RMGs to France, U.K and Europe and also undertakes dyeing and knitting on a job-work basis for Geena Garments and other RMG manufacturers.

About the Group

The Tamil Nadu-based Geena Group incorporated in 1968 comprises three entities - Geena Garments (GG), Victus Dyeings (VD) and Print Tex India (PTI).

Geena Garments, a proprietorship firm established in 1968 by Mr. A Loganathan was converted into a partnership firm in 1991. The firm is engaged in the manufacture and export of knitwear and readymade garments (RMG) to U.S.A, Spain, France among others. It is headed by partners, Mr. A. Laganathan, Mr. L. Dinesh Kumar and Mr. Mohan Shankar.

Print Tex India, a partnership firm established in 1991 by Mr. A. Laganathan, Mr. L. Dinesh Kumar and Mr. Mohan Shankar undertakes printing work on a job-work basis for Geena Garments, Victus Dyeing, and other RMG manufacturers. The registered office is located at Tirupur, Tamil Nadu.

For FY2014–15, the Geena Group reported profit after tax (PAT) of Rs.9.62 crore on operating income of Rs.243.05 crore, as compared with PAT of Rs.8.84 crore on operating income of Rs.190.64 crore in FY2013–14. The group's net worth stood at Rs.88.12 crore as on March 31, 2015, as compared with Rs.88.12 crore a year earlier. Further, the Geena Group achieved an operating income of ~Rs.260.00 crore in FY2015-16 (refers to financial year, April 01 to March 31).

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
24-August-2016	Term Loan	Long Term	8.55	SMERA BBB-/Stable (Assigned)
	Stand by Limit	Long Term	2.00	SMERA BBB-/Stable (Assigned)
	Export Packing Credit/Packing Credit (EPC/PCFC)*	Long Term	14.00	SMERA BBB-/Stable (Assigned)
	Foreign Documentary Bills Negotiation (FDBN)*	Long Term	5.00	SMERA BBB-/Stable (Assigned)
	Long Term Proposed	Long Term	13.45	SMERA BBB-/Stable (Assigned)
	Bank Guarantee	Short Term	1.00	SMERA A3 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.55	SMERA BBB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA BBB- Issuer not co-operating*
Export Packing Credit/Packing Credit (EPC/PCFC)*	Not Applicable	Not Applicable	Not Applicable	14.00	SMERA BBB- Issuer not co-operating*
Foreign Documentary Bills Negotiation (FDBN)*	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA BBB- Issuer not co-operating*

Long Term Proposed	Not Applicable	Not Applicable	Not Applicable	13.45	SMERA BBB- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA A3 Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Vinayak Nayak Head – Ratings Operations Tel: 022-67141190 vinayak.nayak@smera.in Leena Gupta Analyst - Rating Operations Tel: 022-67141172 leena.gupta@smera.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 varsha.bist@smera.in

ABOUT SMERA

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