



Press Release

Victus Dyeings (VD)

January 10, 2019

Rating Update

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

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BBB-**' (read as **ACUITE double B minus**) on the Rs.44.00 crore bank facilities of Victus Dyeings (VD). This rating is now an indicative rating and is based on best available information.

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-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). Acuité endeavoured 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.

About the Rated Entity:

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).

About the Rated Entity - Key Financials

	Unit	FY15 (Actual)	FY14 (Actual)	FY13 (Actual)
Operating Income	Rs. Cr.	243.05	190.64	133.61
EBITDA	Rs. Cr.	19.00	16.12	12.69
PAT	Rs. Cr.	9.62	8.84	7.32
EBITDA Margin	(%)	7.82	8.45	9.50
PAT Margin	(%)	3.96	4.64	5.48
ROCE (%)	(%)	12.33	11.96	22.75
Total Debt/Tangible Net Worth	Times	0.42	0.48	0.33
PBDIT/Interest	Times	3.60	4.03	3.51
Total Debt/PBDIT	Times	1.94	2.41	1.89
Gross Current Assets (Days)	Days			

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
10-Jan-2018	Term Loan	Long Term	8.55	ACUITE BBB-Issuer not co-operating*
	Cash Credit	Long Term	2.00	ACUITE BBB-Issuer not co-operating*
	Export Packing Credit/Packing Credit (EPC/PCFC)*	Long Term	14.00	ACUITE BBB-Issuer not co-operating*
	Foreign Documentary Bills Negotiation (FDBN)*	Long Term	5.00	ACUITE BBB-Issuer not co-operating*
	Long Term Proposed	Long Term	13.45	ACUITE BBB-Issuer not co-operating*

	Bank Guarantee	Short Term	1.00	ACUITE BBB-Issuer not co-operating*
24-Aug-2016	Term Loan	Long Term	8.55	ACUITE BBB-(Assigned)
	Cash Credit	Short Term	2.00	ACUITE BBB-(Assigned)
	Export Packing Credit/Packing Credit (EPC/PCFC)*	Long Term	14.00	ACUITE BBB-(Assigned)
	Foreign Documentary Bills Negotiation (FDBN)*	Short Term	5.00	ACUITE BBB-(Assigned)
	Long Term Proposed	Short Term	13.45	ACUITE BBB-(Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE BBB-(Assigned)

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*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.55	ACUITE BBB-Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BBB-Issuer not co-operating*
Export Packing Credit/Packing Credit (EPC/PCFC)*	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE BBB-Issuer not co-operating*
Foreign Documentary Bills Negotiation (FDBN)*	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BBB-Issuer not co-operating*
Long Term Proposed	Not Applicable	Not Applicable	Not Applicable	13.45	ACUITE BBB-Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BBB-Issuer not co-operating*

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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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