

Press Release

Dhruv Cotfab Private Limited

April 12, 2021



Rating Update

Total Bank Facilities Rated*	Rs.26.50 Cr. #
Long Term Rating	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE B**' (**read as ACUITE B**) on the Rs.26.50 crore bank facilities of Dhruv Cotfab Private Limited. This rating continues to be an indicative rating and is based on the best available information. The rating is downgraded on account of the feedback obtained from the banker that the account is a non performing asset.

Incorporated in 2000, Dhruv Cotfab Private Limited (DCPL) has set up a cotton ginning, pressing and crushing facility at Kadi in Gujarat with the operations commencing from February 2014. The plant is equipped with thirty two ginning machines and one pressing machine having the production capacity of 17,280 Metric Tonnes Per Annum (MTPA) and fifteen expellers having crushing capacity of 17,550 MTPA. (Considering 180 working days in a year) The promoters of the company have a long standing experience of about a decade in the cotton industry through their associate concern, Dhruv Oil Mill which is engaged into cottonseed oil manufacturing. The company is promoted by Mr. Suresh Kumar Babulal Jani, Mrs Sucheta Dhruv Kumar Jani and Mr. Kuldeep Amritbhai.

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 the due date.

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

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

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 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 - 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

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.Cr.)	Ratings/Outlook
15-April-2020	Cash Credit	Long Term	25.00	ACUITE B (Issuer not co-operating*)
	Term loan	Long Term	1.50	ACUITE B (Issuer not co-operating*)
06-Feb-2019	Cash Credit	Long Term	25.00	ACUITE B (Issuer not co-operating*)
	Term loan	Long Term	1.50	ACUITE B (Issuer not co-operating*)
11-Dec-2017	Cash Credit	Long Term	25.00	ACUITE B (Issuer not co-operating*)
	Term loan	Long Term	1.50	ACUITE B (Issuer not co-operating*)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Name of the Bank	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	Bank of Baroda	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	1.50	Bank of Baroda	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*

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

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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 8,409 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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