

Press Release

Badrinath Cotton

January 12, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	7.00	ACUITE B Reaffirmed & Withdrawn Issuer not co-operating*	
Total	7.00	-	-

Refer Annexure for details

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

Rating Rationale

Acuité has reaffirmed & withdrawn the long-term rating of 'ACUITE B' (read as ACUITE B) on the Rs.7.00 crore bank facilities of Badrinath Cotton (BC).

The rating withdrawal is in accordance with the Acuité's policy on withdrawal of rating. This rating is now an indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the firm and No Objection Certificate received from the banker.

About the Firm

Gujarat-based, Badrinath Cotton (BC) was established in the year of 2011 by Mr. Rohit Patel and family. The firm is primarily engaged in cotton ginning, oil extraction and trading of cotton seeds. The manufacturing facility is located in Kadi, district of Gujarat.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

Rating Sensitivities

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

Material Covenants

Not Applicable

Liquidity Indicators

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

Outlook

Not Applicable

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

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.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
20 Oct 2020	Cash Credit	Long Term	7.00	ACUITE B Stable (Reaffirmed)
12 Aug 2019	Proposed Cash Credit	Long Term	0.50	ACUITE B Stable (Reaffirmed)
	Cash Credit	Long Term	6.50	ACUITE B Stable (Reaffirmed)
28 Nov 2018	Cash Credit	Long Term	6.50	ACUITE B Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	0.50	ACUITE B Stable (Reaffirmed)
26 Sep 2017	Cash Credit	Long Term	6.50	ACUITE B Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	0.50	ACUITE B Stable (Reaffirmed)
13 Oct 2016	Cash Credit	Long Term	6.50	ACUITE B Stable (Assigned)
	Proposed Cash Credit	Long Term	0.50	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
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE B Reaffirmed & Withdrawn Issuer not co-operating*

Contacts

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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 8,850 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 KanjurMarg, Mumbai.

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