

Press Release

Facctum Wears

August 07, 2018

Rating Update



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|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 6.10 Cr.# |
| Long Term Rating | ACUITE BB Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ 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 BB**' (read as **ACUITE double B**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 6.10 crore bank facilities of Facctum Wears. 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:

Facctum Wear, incorporated in 1996, is a Tirupur based partnership firm that manufactures readymade garments. The partners, Mr. T Lakshmanan and Mr. K A Rengadurai, possess two decades of experience in the same line of business.

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

None

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 |
|-------------|--------------------------------------|------------|-----------------|------------------------------|
| 08-Nov-2016 | Cash Credit | Long term | 3.50 | ACUITE BB/Stable (Assigned) |
| | PC/PCFC | Short Term | 0.75 | ACUITE A4+ (Assigned) |
| | Post Shipment Credit | Short Term | 0.25 | ACUITE A4+ (Assigned) |
| | Proposed Long Term Loan | Long Term | 1.00 | ACUITE BB/ Stable (Assigned) |
| | Proposed Working Capital Demand Loan | Short Term | 0.60 | ACUITE A4+ (Assigned) |

*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|--------------------------------------|------------------|----------------|----------------|-------------------------------|--|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 3.50 | ACUITE BB Issuer not co-operating* |
| PC/PCFC | Not Applicable | Not Applicable | Not Applicable | 0.75 | ACUITE A4+ Issuer not co-operating* |
| Post Shipment Credit | Not Applicable | Not Applicable | Not Applicable | 0.25 | ACUITE A4+ Issuer not co-operating* |
| Proposed Long Term Loan | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE BB Issuer not co-operating* |
| Proposed Working Capital Demand Loan | Not Applicable | Not Applicable | Not Applicable | 0.60 | ACUITE BB Issuer not co-operating* |

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

Contacts

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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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