



**Press Release**  
**Knitex Textiles Private Limited**  
**November 18, 2024**  
**Rating Withdrawn**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.50	Not Applicable   Withdrawn	-
Bank Loan Ratings	4.80	-	Not Applicable   Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	5.30	-	-

**Rating Rationale**

Acuite has withdrawn its long-term and short-term rating on Rs.5.30 Cr. bank facilities of Knitex Textiles Private Limited (KTPL) without assigning any rating as the instrument is fully repaid. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument. The rating is being withdrawn on account of request received from the Company and No Dues Certificate received from the banker.

**About the Company**

Knitex Textiles Private Limited (KTPL) incorporated in the year 1999, is a Mumbai based company engaged in manufacturing and exporting of inner & outerwear knitted hosiery garments. ~85 percent of the products are exported to chain stores in Italy & Middle East through their own network of agents in these countries while ~15 percent are sold in domestic market under its own "Ecott" brand over the online e-commerce platforms. The manufacturing unit is located at Tirupur (Tamil Nadu) with an installed capacity of producing 3 lakh pieces per annum which is utilized at ~98 percent capacity. The promoters of the company are Mr. Hitenkumar Gunvantrai Sheth and Ramesh Dhondiba Karde.

**Unsupported Rating**

Not Applicable

**Analytical Approach**

Not Applicable

**Key Rating Drivers**

**Strengths**

Not Applicable

**Weaknesses**

Not Applicable

**Rating Sensitivities**

Not Applicable

**Liquidity Position**

Not Applicable

**Outlook: Not Applicable**

**Other Factors affecting Rating**  
None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	25.35	22.66
PAT	Rs. Cr.	0.04	0.19
PAT Margin	(%)	0.16	0.85
Total Debt/Tangible Net Worth	Times	0.28	0.74
PBDIT/Interest	Times	1.42	4.06

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

Not Applicable

## Any other information

None

## Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
14 Feb 2024	Bills Discounting	Short Term	4.80	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.50	ACUITE BB   Stable (Reaffirmed)
25 Nov 2022	Bills Discounting	Short Term	4.80	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.50	ACUITE BB   Stable (Reaffirmed)
01 Sep 2021	Bills Discounting	Short Term	4.80	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.50	ACUITE BB   Stable (Upgraded from ACUITE BB-   Stable)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Complexity Level</b>	<b>Rating</b>
Bank of Baroda	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.80	Simple	Not Applicable Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.50	Simple	Not Applicable Withdrawn

## Contacts

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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