

Press Release
Meenakshi Textile Mills

May 02, 2019

Rating Update



Total Bank Facilities Rated*	Rs.10.75 Cr.#
Long Term Rating	ACUITE B Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs10.75 crore bank facilities of Meenakshi Textile Mills (MTM). This rating is now an indicative rating and is based on best available information.

MTM was incorporated in 2014 by Mrs. S. Saraswati, Mrs. G Srividhya, Mr. S. Shankar and Ms. J. Anusuya as a partnership concerned. The firm is setting up a viscose and combed yarn manufacturing facility with installed capacity of 10,800 spindles which is located in Erode (Tamil Nadu).

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 - Key Financials

The firm was expected to commence its operations by February 2017

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
06-Feb-2018	Cash Credit	Long Term	1.75	ACUITE B Issuer not co-operating*
	Term Loan	Long Term	9.00	ACUITE B Issuer not co-operating*
08-Nov-2016	Cash Credit	Long Term	1.75	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	9.00	ACUITE B/Stable (Assigned)

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

#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	1.75	ACUITE B Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE B Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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