

## Press Release

### Meenakshi Textile Mills

February 18, 2020

#### Rating Update

<b>Total Bank Facilities Rated#</b>	Rs. 10.75 Cr.
<b>Long Term Rating</b>	ACUITE B Withdrawn; Issuer not co-operating*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 B**' (**read as ACUITE B**) on the Rs. 10.75 crore bank facilities of Meenakshi Textile Mills (MTM). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the firm and NOC received from the banker.

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-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. The firm was expected to commence its operations by February 2017.

#### 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
02-May-2019	Cash Credit	Long Term	1.75	ACUITE B (Indicative)
	Term Loan	Long Term	9.00	ACUITE B (Indicative)
06-Feb-2018	Cash Credit	Long Term	1.75	ACUITE B (Indicative)
	Term Loan	Long Term	9.00	ACUITE B (Indicative)
08-Nov-2016	Cash Credit	Long Term	1.75	ACUITE B/ Stable (Assigned)
	Term Loan	Long Term	9.00	ACUITE B/ Stable (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	1.75	ACUITE B Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE B Withdrawn; Issuer not cooperating*

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

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### About Acuité Ratings & Research:

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