

Press Release

Goal Closures

March 29, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	24.74	ACUITE BB+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	3.11	-	ACUITE A4+ Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	27.85	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.27.85 Cr bank facilities of Goal Closures (GC). The rating is flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Coimbatore-based, Goal Closures was established as a partnership firm in 2007 by Mrs. R. Vichitra and Mr. V. Ponnuswamy. The firm is engaged in the manufacturing of aluminium caps used in the liquor and pharmaceutical industries. The firm has an installed capacity of 150 crore caps per year with manufacturing facilities located at Coimbatore, Tamil Nadu.

Non-cooperation by the issuer/borrower

Acuite 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.

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

This rating is flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit ratings are based.

Rating Sensitivities

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

Material Covenants

None

Liquidity Position

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

Outlook

None

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

CARE vide its press release dated 28 June 2021, has mentioned the rating of GC to 'CARE BB-/Stable/A4' (Issuer Not Cooperating; Reaffirmed) as on 28 June 2021.

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- 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 Jan 2021	Term Loan	Long Term	4.74	ACUITE BBB- Negative (Reaffirmed)
	Bank Guarantee	Short Term	0.21	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	2.90	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	20.00	ACUITE BBB- Negative (Reaffirmed)
22 Oct 2019	Term Loan	Long Term	4.74	ACUITE BBB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.21	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	2.90	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	5.65	ACUITE A3 (Withdrawn)
	Cash Credit	Long Term	20.00	ACUITE BBB- Stable (Reaffirmed)
03 Dec 2018	Cash Credit	Long Term	20.00	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	2.67	ACUITE BBB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.59	ACUITE A3 (Issuer not co-operating*)

	Letter of Credit	Short Term	6.34	ACUITE A3 (Issuer not co-operating*)
	Letter of Credit	Short Term	2.90	ACUITE A3 (Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.21	ACUITE A4+ Downgraded Issuer not co-operating* (from ACUITE A3)
Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.90	ACUITE A4+ Downgraded Issuer not co-operating* (from ACUITE A3)
Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	4.74	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)

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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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