

Press Release

Thenpandian Spinning Mills India Private Limited

April 09, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 31.70 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.

Acuité has reviewed long-term rating of **“ACUITE BB-” (read as ACUITE double B minus)** and short-term rating of **‘ACUITE A4+’ (read as ACUITE A four plus)** on the Rs. 31.70 crore bank facilities of Thenpandian Spinning Mills India Private Limited (TSMIPL). This rating is now an indicative rating and is based on best available information.

TSMIPL incorporated in the year 1993 and is engaged in the manufacture of combed yarn (from raw cotton) and outsources manufacturing of grey cloth. Currently, with 21000 spindle capacity, the company is capable of producing 6 tons of combed Cotton yarn per day.

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/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 attempts.

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
24-Jan-2018	Cash Credit	Long Term	16.00	ACUITE BB-/Stable (Reaffirmed)
	Term Loan I	Long Term	0.30	ACUITE BB-/Stable (Reaffirmed)
	Term Loan II	Long Term	0.99	ACUITE BB-/Stable (Reaffirmed)
	Term Loan III	Long Term	1.72	ACUITE BB-/Stable (Assigned)
	Revolving Demand Loan against WHR	Long Term	6.00	ACUITE BB-/Stable (Assigned)
	New Term Loan	Long Term	1.00	ACUITE BB-/Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	0.25	ACUITE A4+ (Reaffirmed)
	Proposed Bank Facility	Long Term	3.44	ACUITE BB-/Stable (Reaffirmed)
10-Jan-2017	Cash Credit	Long Term	17.00	ACUITE BB-/Stable (Assigned)
	Term Loan I	Long Term	0.93	ACUITE BB-/Stable (Assigned)
	Term Loan II	Long Term	1.30	ACUITE BB-/Stable (Assigned)
	Letter of Credit	Short Term	2.75	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.25	ACUITE A4+ (Assigned)
	Proposed Fund Based Facilities	Long Term	0.77	ACUITE BB-/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE BB- Issuer not co-operating*
Term Loan I	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB- Issuer notco-operating*
Term Loan II	Not Applicable	Not Applicable	Not Applicable	0.99	ACUITE BB- Issuer notco-operating*
Term Loan III	Not Applicable	Not Applicable	Not Applicable	1.72	ACUITE BB- Issuer notco-operating*
Revolving Demand Loan against WHR	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- Issuer notco-operating*
New Term Loan	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB- Issuer notco-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Issuer notco-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4+ Issuer notco-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.44	ACUITE BB- Issuer notco-operating*

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

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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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