

Press Release

Accent Industries Limited

November 04, 2020

Rating Downgraded & Withdrawn



Total Bank Facilities Rated*	Rs.10.00 Cr. #
Long Term Rating	ACUITE BB- (Downgraded; Withdrawn) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Withdrawn; Issuer not co-operating*)

Refer Annexure for details

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

Rating Rationale

Acuite has downgraded and withdrawn the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and withdrawn the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.10.00 crore bank facilities of Accent Industries Limited. This rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating is now an indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

AIL is engaged in the manufacturing and trading of industrial gloves, was incorporated in 1992 and started commercial operations from 2004. The manufacturing facilities are located at Kolhapur, Maharashtra. The company also imports specialty gloves from Germany, Italy, Malaysia, China, etc. The products are only catered to the domestic market.

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.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- 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>

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 rating is based.

About the Rated Entity - Key Financials

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

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

CRISIL, vide its press release dated June 28, 2017, has denoted the rating of Accent Industries Limited as 'CRISIL B/Stable/A4; WITHDRAWN, ISSUER NOT COOPERATING' on account of lack of adequate information required to monitor the ratings.

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
12-Aug-2019	Cash Credit	Long Term	7.00	ACUITE BB/Stable (Upgraded)
	Term Loan	Long Term	0.85	ACUITE BB/Stable (Upgraded)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	0.15	ACUITE BB/Stable (Upgraded)
01-Jun-2018	Cash Credit	Long Term	7.00	ACUITE BB-/Stable (Reaffirmed)
	Term Loan	Long Term	0.85	ACUITE BB-/Stable (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	0.15	ACUITE BB-/Stable (Reaffirmed)
15-Mar-2018	Cash Credit	Long Term	4.70	ACUITE BB- (Indicative)
	Term Loan	Long Term	0.92	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	1.50	ACUITE A4+ (Indicative)
	Proposed Cash Credit	Long Term	0.88	ACUITE BB- (Indicative)

#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	7.00	ACUITE BB- (Downgraded; Withdrawn) Issuer not co-operating*
Term Loans	Not Available	Not Available	Not Available	0.85	ACUITE BB- (Downgraded; Withdrawn) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ (Withdrawn) Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.15	ACUITE BB- (Downgraded; Withdrawn) Issuer not co-operating*

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

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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 8,000 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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