

## Press Release

**T Abdul Wahid Tanneries Private Limited**

December 24, 2019



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 25.40 Cr.#
<b>Long Term Rating</b>	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4 Issuer not co-operating*

# refer Annexure for details

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

### Rating Rationale

Acuité has downgraded the long term rating of T Abdul Wahid Tanneries Private Limited (TAWTPL) to '**ACUITE B-**' (**read as ACUITE B minus**) from '**ACUITE B**'(**read as ACUITE B**) and short term rating of '**ACUITE A4**' (**read as ACUITE A four**) to the Rs 25.40 crore bank facilities.

The rating is now indicative rating and is based on best available information. The downgrade is on account of information risk.

TAWTPL, incorporated in 1975, is a Chennai-based company promoted by Mr. Rafeeq Ahmed. The company commenced commercial operations in July 1975 to manufacture and export finished leather to USA, Germany, Italy, Korea, Hong Kong, China and Portugal. The company has set up two tanneries - B Tannery and C Tannery at Ambur (Tamil Nadu) each with capacity of 36 lakhs pieces (goat skins per annum) and 30 lakhs pieces (semi-finished skins to finished skins per annum).

#### 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.

Acuité 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 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 endeavored 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.

#### 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
16-Oct-2018	Packing Credit	Long Term	13.00	ACUITE B/Stable (Downgraded)
	Post Shipment Credit	Long Term	3.00	ACUITE B/Stable (Downgraded)
	Standby Line of Credit	Long Term	2.40	ACUITE B/Stable (Downgraded)
	Post Shipment Credit	Long Term	4.00	ACUITE B/Stable (Downgraded)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
31-Jul-2017	Packing Credit	Long Term	13.00	ACUITE B+/Stable (Assigned)
	Post Shipment Credit	Long Term	3.00	ACUITE B+/Stable (Assigned)
	Standby Line of Credit	Long Term	2.40	ACUITE B+/Stable (Assigned)
	Post Shipment Credit	Long Term	4.00	ACUITE B+/Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Reaffirmed)
10-Apr-2017	Packing Credit	Short Term	13.00	ACUITE A4 (Assigned)
	Post Shipment Credit	Short Term	3.00	ACUITE A4 (Assigned)
	Standby Line of Credit	Short Term	2.40	ACUITE A4 (Assigned)
	Post Shipment Credit	Short Term	4.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4 (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. Cr.)	Ratings
Packing Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE B- (Downgraded from ACUITE B) Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B- (Downgraded from ACUITE B) Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	2.40	ACUITE B- (Downgraded from ACUITE B) Issuer not co-operating*

Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE B- (Downgraded from ACUITE B) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 Issuer not co-operating*

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

## Contacts

Analytical	Rating Desk
Vinayak Nayak Vice President – Rating Operations Tel: 022-49294071  <a href="mailto:vinayak.nayak@acuite.in">vinayak.nayak@acuite.in</a>  Pravin Mule Analyst - Rating Operations Tel: 022-49294063 <a href="mailto:pravin.mule@acuite.in">pravin.mule@acuite.in</a>	Varsha Bist Senior Manager - Rating Desk Tel: 022- 49294021 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.