

Press Release

Faizan Shoes Private Limited

July 04, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	17.50	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	2.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	19.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and Short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 19.50 crore bank facilities of Faizan Shoes Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Faizan Shoes Private Limited (FSPL) is a Chennai-based company manufactured in June 1989, and directed by Mr. Rafeeq Ahmed. The company manufactures leather footwear (full shoes) and leather shoe uppers for men, and women, and exports them to Germany, Italy and USA. The company has installed capacity of 600000 pairs of leather footwear (full shoes) per annum.

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, therefore, being 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 rating is based.

About the Rated Entity - Key Financials

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

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

None

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 Apr 2021	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Standby Line of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Post Shipment Credit	Long Term	6.00	ACUITE B+ (Issuer not co-operating*)
	Packing Credit	Long Term	8.50	ACUITE B+ (Issuer not co-operating*)
	Post Shipment Credit	Long Term	1.00	ACUITE B+ (Issuer not co-operating*)
09 Jan 2020	Post Shipment Credit	Long Term	6.00	ACUITE B+ (Issuer not co-operating*)
	Standby Line of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Packing Credit	Long Term	8.50	ACUITE B+ (Issuer not co-operating*)
	Post Shipment Credit	Long Term	1.00	ACUITE B+ (Issuer not co-operating*)

	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
11 Oct 2018	Packing Credit	Long Term	8.50	ACUITE B+ (Issuer not co-operating*)
	Post Shipment Credit	Long Term	1.00	ACUITE B+ (Issuer not co-operating*)
	Standby Line of Credit	Long Term	2.00	ACUITE B+ (Issuer not co-operating*)
	Post Shipment Credit	Long Term	6.00	ACUITE B+ (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
31 Jul 2017	Packing Credit	Long Term	8.50	ACUITE B+ Stable (Assigned)
	Post Shipment Credit	Long Term	1.00	ACUITE B+ Stable (Assigned)
	Standby Line of Credit	Long Term	2.00	ACUITE B+ Stable (Assigned)
	Post Shipment Credit	Long Term	6.00	ACUITE B+ Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
10 Apr 2017	Packing Credit	Short Term	8.50	ACUITE A4 (Assigned)
	Standby Line of Credit	Short Term	2.00	ACUITE A4 (Assigned)
	Post Shipment Credit	Short Term	6.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	8.50	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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