

Press Release

Sakthi Vinayaga Spinning Mills Private Limited

August 14, 2020

Rating update



Total Bank Facilities Rated*	Rs. 8.00 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*

Refer Annexure for details

*Issuer did not co-operate; based on best available information

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs.8.00 crores bank facilities of Sakthi Vinayaga Spinning Mills Private Limited (SVSMPL). This rating is now an indicative rating and is based on the best available information.

Sakthi Vinayaga Spinning Mills Private Limited (SVSMPL) is a Tamil Nadu based company incorporated in the year 2004 and is engaged in the spinning of cotton yarn. The company is promoted by Suganthi Jambulingam, the Managing director along with her daughters Jambulingam Suganeswari, Jambulingam Priyanka and Jambulingam Jothy.

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 the 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/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 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 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
07-June-2019	Cash Credit	Long Term	5.00	ACUITE B/Stable (Reaffirmed)
	Term Loan	Long Term	0.57	ACUITE B/Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	2.43	ACUITE B/Stable (Reaffirmed)
28-June-2018	Cash Credit	Long Term	5.00	ACUITE B/Stable (Upgraded)
	Term Loan	Long Term	0.57	ACUITE B/Stable (Upgraded)
	Proposed Bank Facility	Long Term	2.43	ACUITE B/Stable (Upgraded)
24-April-2017	Proposed Cash Credit	Long Term	5.00	ACUITE B-/Stable (Assigned)
	Proposed Term Loan	Long Term	0.57	ACUITE B-/Stable (Assigned)
	Proposed Bank Facility	Long Term	2.43	ACUITE B-/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/Outlook
Cash Credit	Not Applicable	Not Available	Not Applicable	5.00	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	0.57	ACUITE B Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Available	Not Applicable	2.43	ACUITE B Issuer not co-operating*

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

Contacts

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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 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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