

## Press Release

Shrinath Cofab

January 13, 2021

## Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 21.50 Cr.#
<b>Long Term Rating</b>	ACUITE B 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.

Acuité has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) and the short term rating of '**ACUITE A4**' (Read as **ACUITE A four**) on the Rs. 21.50 crore bank facilities of Shrinath Cofab. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Shrinath Cofab, a partnership firm, incorporated in the year 2013, is engaged in manufacturing of digital printed terry towels with new technically automated Airjet rapier looms. The promoters of the firm Mr. Amit Chandak and Mr. Mahavirprasad Khandelwal have more than a decade of experience in the textile business. The firm has its manufacturing facility located in Solapur with an installed capacity of 6 tons per day of terry towel and is going to run at 80 per cent utilization.

### 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 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.

**Liquidity Indicators** - "No information provided by the issuer / available for Acuite to comment upon."

**Rating Sensitivity** - "No information provided by the issuer / available for Acuite to comment upon."

### 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)

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
22 Oct, 2019	Cash Credit	Long Term	5.00	ACUITE B Issuer not co-operating*
	Bank Guarantee	Short Term	1.50	ACUITE A4 Issuer not co-operating*
	Term Loan	Long Term	15.00	ACUITE B Issuer not co-operating*
28 July, 2018	Cash Credit	Long Term	5.00	ACUITE B Issuer not co-operating*
	Bank Guarantee	Short Term	1.50	ACUITE A4 Issuer not co-operating*
	Term Loan	Long Term	15.00	ACUITE B Issuer not co-operating*
23 May, 2017	Cash Credit	Long Term	5.00	ACUITE B/ Stable (Assigned)
	Bank Guarantee	Short Term	1.50	ACUITE A4 (Assigned)
	Term Loan	Long Term	15.00	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. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4 Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	15.00	ACUITE B Issuer not co-operating*

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

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**About Acuite Ratings & Research:**

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