

Press Release

Pal Enterprises

November 22, 2019



Rating Update

Total Bank Facilities Rated*	Rs.15.00 Cr. #
Short Term Rating	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 short term rating of '**ACUITE A4' (read as ACUITE A four)** on the Rs.10.00 crore bank facilities of Pal Enterprises (PE). This rating is now an indicative rating and is based on the best available information.

The Delhi-based Pal Enterprises, a partnership concern was established by Mr. Amreek Singh Kapoor (Partner) Gulbir Singh Chopra (Partner) and Surjeet Singh Kapoor (Partner). Pal Enterprises manufactures leather garments (leather jackets, trousers, pants etc.) for men and women as also leather accessories (bags and belts). The installed capacity stands at 20000 units per month. The firm exports its products mainly to European countries, Canada, Japan and USA.

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.

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)

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
August 30, 2018	Packing credit/ PCFC**	Short Term	7.00	ACUITE A4 Issuer not co-operating*
	FOBNLC/ FOUBNLC**	Short Term	3.50	ACUITE A4 Issuer not co-operating*
	FOBP/ FOUBP*	Short Term	(1.50)	ACUITE A4 Issuer not co-operating*
	Foreign Letter of credit	Short Term	5.00	ACUITE A4 Issuer not co-operating*
June 27, 2017	Packing credit/ PCFC**	Short Term	7.00	ACUITE A4 (Assigned)
	FOBNLC/ FOUBNLC**	Short Term	3.50	ACUITE A4 (Assigned)
	FOBP/ FOUBP*	Short Term	(1.50)	ACUITE A4 (Assigned)
	Foreign Letter of credit	Short Term	5.00	ACUITE A4 (Assigned)

*Fully interchangeability of Rs. 1.50 crore allowed between FOBP/ FOUBP and FOBNLC/ FOUBNLC

**Total fund based facilities ceiling up to Rs. 10.00 crore.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Packing credit/ PCFC***	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 Issuer not co-operating*
FOBNLC/ FOUBNLC***	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4 Issuer not co-operating*
FOBP/ FOUBP**	Not Applicable	Not Applicable	Not Applicable	(1.50)	ACUITE A4 Issuer not co-operating*
Foreign Letter of credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Issuer not co-operating*

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

**Fully interchangeability of Rs. 1.50 crore allowed between FOBP/ FOUBP and FOBNLC/ FOUBNLC

***Total fund based facilities ceiling up to Rs. 10.00 crore.

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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.

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