



Press Release

Pal Enterprises

May 12, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.50	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	15.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 15.50 crore bank facilities of Pal Enterprises (PE). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

The Delhi-based Pal Enterprises, a partnership concern was established in 1989 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:

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.

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.

Status of non-cooperation with previous CRA

CRISIL vide its press release dated November 19, 2021 has classified PE as 'Issuer Not Cooperating' and rated 'CRISIL A4'.

CARE vide its press release dated February 07, 2022 has classified PE as 'Issuer Not Cooperating' and rated 'CARE A4'.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

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 Feb 2021	Letter of Credit	Short Term	5.00	ACUITE A4 (Issuer not co-operating*)
	Bills Discounting	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
	Bills Discounting	Short Term	1.50	ACUITE A4 (Issuer not co-operating*)
	Packing Credit	Short Term	7.00	ACUITE A4 (Issuer not co-operating*)
22 Nov 2019	Packing Credit	Short Term	7.00	ACUITE A4 (Issuer not co-operating*)
	Bills Discounting	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4 (Issuer not co-operating*)
30 Aug 2018	Packing Credit	Short Term	7.00	ACUITE A4 (Issuer not co-operating*)
	Bills Discounting	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4 (Issuer not co-operating*)
27 Jun 2017	Packing Credit	Short Term	7.00	ACUITE A4 (Assigned)
	Bills Discounting	Short Term	3.50	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A4 (Assigned)
07 Nov 2014	Cash Credit	Long Term	4.25	ACUITE C (Suspended)
	Letter of Credit	Short Term	2.50	ACUITE A4 (Suspended)
	Bank Guarantee	Short Term	0.51	ACUITE A4 (Suspended)
02 Sep 2013	Cash Credit	Long Term	4.25	ACUITE C (Assigned)
	Letter of Credit	Short Term	2.50	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	0.51	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4 Reaffirmed 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.

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Aruna Ganesh Analyst-Rating Operations Tel: 022-49294065 aruna.ganesh@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

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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