

## Press Release

### YSR Spinning And Weaving Mills Private Limited

September 05, 2018

## Rating Update



Total Bank Facilities Rated*	Rs.19.38 Cr. #
Long Term Rating	ACUITE BBB- Issuer not co-operating*
Short Term Rating	ACUITE A3 Issuer not co-operating*

#Refer Annexure for details

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

### Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and short term rating of '**ACUITE A3**' (read as **ACUITE A three**) to the Rs.19.38 crore bank facilities of YSR Spinning and Weaving Mills Private Limited (YSR). This rating is now an indicative rating and is based on best available information.

### 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Entities In Manufacturing Sector - <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured 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:

YSR Spinning and Weaving Mills Private Ltd (YSR) was incorporated in 1999 by Mr. Y Sridhara Reddy and family. The company manufactures cotton yarn at Guntur (Andhra Pradesh) and has an installed capacity of 26000 spindles.

For FY2015-16, YSR reported Profit after tax (PAT) of Rs.0.33 crore on operating income of Rs.67.73 crore as compared with PAT of Rs.0.29 crore on operating income of Rs.62.51 crore in FY2014-15.

### Status of non-cooperation with previous CRA (if applicable):

None

### Any other information:

Acuite 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
27-Jun-2017	Cash Credit	Long Term	10.00	ACUITE BBB-/Stable (Assigned)
	Term loans	Long Term	7.44	ACUITE BBB-/Stable (Assigned)
	Proposed	Long Term	0.30	ACUITE BBB-/Stable (Assigned)
	Stand By Line of Credit	Long Term	1.50	ACUITE A3 (Assigned)
	Bank guarantee/Letter of Guarantee	Long Term	0.14	ACUITE A3 (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 Applicable	Not Applicable	10.00	ACUITE BBB-(Indicative)
Term loans	Not Applicable	Not Applicable	Not Applicable	7.44	ACUITE BBB-(Indicative)
Proposed	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BBB-(Indicative)
Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A3 (Indicative)
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.14	ACUITE A3 (Indicative)

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**About Acuite Ratings & Research:**

Acuite 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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