

## Press Release

Vikas Fabric Finers

May 17, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.36	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	10.67	ACUITE B+   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	11.03	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) and the short-term rating of '**ACUITE A4**' (read as **ACUITE A Four**) on the Rs.11.03 Cr bank facilities of Vikas Fabric Finers (VFF). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

Vikas Fabric Finers (VFF), a partnership firm established in 2015 by Mr. Vikas P. Bansal and Mrs. Sunita P. Bansal is engaged in the manufacturing of knitted fabrics. The manufacturing facilities are located at Surat (Gujarat). For FY2016-17 (Provisional), the firm registered net profit of Rs.0.57 crore on operating income of Rs.15.26 crore as compared to net profit of Rs.0.08 crore on operating income of Rs.4.98 crore in FY2016. The net worth stood at Rs.4.03 crore as on 31 March, 2017 (Provisional) as compared to Rs.2.78 crore as on 31 March, 2016.

### 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 continues to be 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

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.

### 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
11 Feb 2021	Cash Credit	Long Term	3.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.36	ACUITE A4 (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.10	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	4.22	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.35	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.10	ACUITE BB- (Issuer not co-operating*)

04 Dec 2019	Term Loan	Long Term	4.22	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.36	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	3.35	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	3.00	ACUITE BB- (Issuer not co-operating*)
11 Sep 2018	Proposed Long Term Loan	Long Term	0.10	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	4.22	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	3.00	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.36	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	3.35	ACUITE BB- (Issuer not co-operating*)
29 Jun 2017	Cash Credit	Long Term	3.00	ACUITE BB-   Stable (Assigned)
	Term Loan	Long Term	4.22	ACUITE BB-   Stable (Assigned)
	Term Loan	Long Term	3.35	ACUITE BB-   Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.10	ACUITE BB-   Stable (Assigned)
	Bank Guarantee	Short Term	0.36	ACUITE A4 (Assigned)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Rating</b>
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.36	ACUITE A4   Reaffirmed   Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE B+   Reaffirmed   Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	4.22	ACUITE B+   Reaffirmed   Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	3.35	ACUITE B+   Reaffirmed   Issuer not co-operating*

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### About Acuité Ratings & Research

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