

Press Release

Shivshakti Cotex

March 09, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|---------------------|---|----------------------|
| Bank Loan Ratings | 9.70 | ACUITE B+ Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 9.70 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B+ (read as ACUITE B plus)**' on the Rs.9.70 crore bank facilities of Shivshakti Cotex (SC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Shivshakti Cotex (SC), established in 2013, was promoted by Mr. Jayeshkumar Patel, Mr. Dilipkumar Patel, among others. The firm is engaged in the ginning and pressing of cotton bales, and it also sells cotton seeds. The manufacturing facility is located at Kadi, District Mehsana. SC has 30 ginning machines and 1 pressing machine with a capacity to produce 6000 bales of cotton.

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.

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 endeavoured 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 attempts.

Rating Sensitivity

No information provided by the issuer / available for Acuité to comment upon.

Material Covenants

Not Applicable

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

Outlook

Not Applicable

Status of non-cooperation with previous CRA

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

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 |
|-------------|--------------------------------|-----------|-----------------|--------------------------------------|
| 21 Dec 2020 | Term Loan | Long Term | 1.70 | ACUITE B+ (Issuer not co-operating*) |
| | Cash Credit | Long Term | 8.00 | ACUITE B+ (Issuer not co-operating*) |
| 20 Sep 2019 | Cash Credit | Long Term | 8.00 | ACUITE B+ (Issuer not co-operating*) |
| | Term Loan | Long Term | 1.70 | ACUITE B+ (Issuer not co-operating*) |

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|-------------|-------------|-----------|------|--------------------------------------|
| 02 Jul 2018 | Term Loan | Long Term | 1.70 | ACUITE B+ (Issuer not co-operating*) |
| | Cash Credit | Long Term | 8.00 | ACUITE B+ (Issuer not co-operating*) |
| 05 Jul 2017 | Term Loan | Long Term | 1.70 | ACUITE B+ Stable (Assigned) |
| | Cash Credit | Long Term | 8.00 | ACUITE B+ Stable (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|----------------------|----------------|-------------------|-------------------------|--------------------|----------------------|--------------------------|---|
| Bank of Baroda | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 8.00 | ACUITE B+ Reaffirmed Issuer not co-operating* |
| Bank of Baroda | Not Applicable | Term Loan | Not available | Not available | Not available | 1.70 | ACUITE B+ Reaffirmed Issuer not co-operating* |

Contacts

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 KanjurMarg, Mumbai.

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