

Press Release

B S Apparel

December 02, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 34.00Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE BB+** (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) on the Rs. 26.00 crore bank facilities and short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3+**' (**ACUITE A three plus**) on the Rs. 8.00 crore bank facilities of B S Apparel.

The rating downgrade is on account of information risk and indicative based on best available information.

Established in 2005, BSA was promoted by Mr. B. Vijayaragavan as a proprietorship firm. The firm is engaged in manufacturing and export of hosiery garments. The product profile comprises of sports wears, casual wears and inner wear for men, women and children. The fabrics are made with bamboo cotton and the firm specialises in Bamboo Cotton, UV Protection Factor (UPF) and Bamboo Cotton Wool products. BSA is 100% export oriented firm, majorly exporting to countries like USA, Korea, New Zealand, UK and Dubai among others. The firm had Solar Division with 2.4 MV, Solar Rooftop with 150 KWP and Wind Mills with 5 MW as on September 19, 2018.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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)

Not applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
19-Sept-2018	Packing Credit	Short Term	8.00	ACUITE A3+ (Upgraded)
	Term Loan II	Long Term	0.05	ACUITE BBB / Stable (Upgraded)
	Term Loan III	Long Term	0.22	ACUITE BBB / Stable (Upgraded)
	Term Loan IV	Long Term	0.20	ACUITE BBB / Stable (Upgraded)
	Term Loan V	Long Term	5.76	ACUITE BBB / Stable (Upgraded)
	Term Loan VI	Long Term	0.70	ACUITE BBB / Stable (Upgraded)
	Term Loan I	Long Term	14.40	ACUITE BBB / Stable (Upgraded)
	Proposed Bank Facility	Long Term	4.67	ACUITE BBB / Stable (Upgraded)
08-Jul-2017	Proposed Long Term Loan	Long Term	17.00	ACUITE BBB- / Stable (Assigned)
	Packing Credit	Short Term	8.00	ACUITE A3 (Assigned)
	Term Loan	Long Term	9.00	ACUITE BBB- / Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Packing Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Term Loan II	Not Applicable	Not Applicable	Not Applicable	0.05	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loan III	Not Applicable	Not Applicable	Not Applicable	0.22	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loan IV	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loan V	Not Applicable	Not Applicable	Not Applicable	5.76	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loan VI	Not Applicable	Not Applicable	Not Applicable	0.70	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Term Loan I	Not Applicable	Not Applicable	Not Applicable	14.40	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.67	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*

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

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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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