



Press Release

Exclusive Fibres Limited (EFL)

October 12, 2018

Rating Update

Total Bank Facilities Rated	Rs. 42.96 Cr.#
Long Term Rating	ACUITE D (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating*
Short Term Rating	ACUITE D (Downgraded from ACUITE A4+) Issuer not co-operating*

#refer Annexure for details

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

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE BB-**' (**read as ACUITE double B minus**) and short-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 42.96 crore bank facilities of Exclusive Fibres Limited (EFL) based on interaction with the company's bankers. This rating is now an indicative rating and is based on best available information.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <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). 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:

EFL, incorporated in 2004, is a Delhi-based company promoted and managed by Director, Mr. Rajesh Kr. Aggarwal, Mrs. Meenu Aggarwal, Mr. Laxmi Narayan Taparia and others. The company is engaged in the trading and manufacturing of carpets, rugs and floor covering at Bharuch (Gujarat) with installed capacity of ~9 metric tons per month. The company procures raw material i.e. wool, yarn and silk from the local market and also imports the same from UAE and Dubai.

For FY2017 (Provisional), the company reported PAT of Rs.1.60 crore on operating income of Rs.25.67 crore against net loss of Rs.0.65 crore on operating income of Rs.14.66 crore for FY2016. The net worth stood at Rs.16.35 crore in FY2017 as against Rs.12.54 crore last year.

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

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.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
08-Aug-2017	Cash Credit	Long term	7.07	ACUITE BB-/ Stable (Assigned)
	Term Loans	Long term	18.49	ACUITE BB-/ Stable (Assigned)
	Term Loans	Long term	4.12	ACUITE BB-/ Stable (Assigned)
	Term Loans	Long term	1.46	ACUITE BB-/ Stable (Assigned)
	Term Loans	Long term	5.17	ACUITE BB-/ Stable (Assigned)
	Buyers Credit	Short term	6.65	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.07	ACUITE D* (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	18.49	ACUITE D* (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	4.12	ACUITE D* (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	1.46	ACUITE D* (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	5.17	ACUITE D* (Downgraded from ACUITE BB-) Issuer not co-operating*
Buyers Credit	Not Applicable	Not Applicable	Not Applicable	6.65	ACUITE D* (Downgraded from ACUITE A4+) 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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