

Press Release

A P A Textiles India Private Limited (APATIPL)

August 14, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 6.97 Cr.
Long Term Rating	ACUITE BB- Issuer not co-operating*

* Refer Annexure for details

Rating Rationale

Acuité has reviewed long term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) to the Rs.6.97 crore bank facilities of A P A Textiles India Private Limited (APATIPL). 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.

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.

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

About the rated entity:

A P A Textiles India Private Limited (APA Textiles), a partnership firm established in 1981 is engaged in the manufacturing of grey cloth. The company is led by Mr. Ammasaiappagounder Palanisamy, his wife Ms. Saraswathy Palanisamy and Mr. Dhanasekar Palanisamy. The company procures raw cotton, converts it into cotton yarn and manufactures grey cloth through third parties. Grey cloth is used in the manufacture of home textile items including bed sheets, made ups etc. The spinning unit is located at Coimbatore with installed capacity of 12,000 spindles.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities – <https://www.acuite.in/view-rating-criteria-4.htm>

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
17-May-2017	Cash Credit	Long term	4.50	ACUITE BB-/Stable (Assigned)
	Term loans I	Long Term	0.81	ACUITE BB-/Stable (Assigned)
	Term loans II	Long Term	1.44	ACUITE BB-/Stable (Assigned)
	Proposed Fund based Facility	Long Term	0.22	ACUITE BB-/Stable (Assigned)

Annexures – 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	4.50	ACUITE BB- Issuer not co-operating*
Term loans I	Not Applicable	Not Applicable	Not Applicable	0.81	ACUITE BB- Issuer not co-operating*
Term loans II	Not Applicable	Not Applicable	Not Applicable	1.44	ACUITE BB- Issuer not co-operating*
Proposed Fund based Facility	Not Applicable	Not Applicable	Not Applicable	0.22	ACUITE BB- 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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