Press Release

Ejaz Tanning Company

December 30, 2019

Rating Update

Total Bank Facilities Rated*	Rs. 31.30 Cr #
Long Term Rating	ACUITE B+ Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details
**The issuer did not co-operate; based on best available information.*

Acuité has reviewed the long term rating of '**ACUITE B+**' **(read as ACUITE B plus)** and short term rating of **'ACUITE A4' (read as ACUITE A four)** on the Rs31.30 crore bank facilities of Ejaz Tanning Company (ETC). This rating is now an indicative rating and is based on best available information.

ETC was established in 1986 as a partnership firm by Mr. A R Ejaz Ahmed, Mr. A R Imtiaz Ahmed, Mr. A R Istiyaq Ahmed, and Mr. A R Kashif Mohammad. The firm is engaged in manufacturing of finished leather and leather garments (jackets, skirts, pants and coats) and exports to Europe, USA, Russia, Korea and China. The firm procures raw material from Maharashtra and Tamil Nadu. Out of the total raw material, 50-60 percent of the raw leather is imported from Saudi Arabia.

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 continues to be 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-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)
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

03 October, 2018	Term loans	Long Term	1.20	ACUITE B+ Issuer not co-operating*
	Term loans	Long Term	1.10	ACUITE B+ Issuer not co-operating*
	Term loans	Long Term	3.00	ACUITE B+ Issuer not co-operating*
	PC/PCFC	Short Term	16.00	ACUITE A4 Issuer not co-operating*
	Letter Of Credit	Short Term	10.00	ACUITE A4 Issuer not co-operating*
31 August, 2017	Term loans	Long Term	1.20	ACUITE B+/Stable (Assigned)
	Term loans	Long Term	1.10	ACUITE B+/Stable (Assigned))
	Term loans	Long Term	3.00	ACUITE B+/Stable (Assigned)
	PC/PCFC	Short Term	16.00	ACUITE A4 (Assigned)
	Letter Of Credit	Short Term	10.00	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
Term loans	Not Applicable	Not Applicable	Not Applicable	1.20	ACUITE B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.10	ACUITE B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B+ Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE A4 Issuer not co-operating*
Letter Of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4 Issuer not co-operating*

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

Contacts

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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.