

## Press Release

### Shri Vasudeva Weaving Mills Private Limited

February 15, 2019

#### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 34.50 Cr. #
<b>Long Term Rating</b>	ACUITE BB+ Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ Issuer not co-operating*

# Refer Annexure for details

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

Acuite has reviewed long-term rating of „**ACUITE BB+**“ (read as **ACUITE BB plus**) and short term rating of '**ACUITE A4+**' (read as '**ACUITE A four plus**') on the Rs. 34.50 crore bank facilities of Shri Vasudeva Weaving Mills Private Limited. This rating is now an indicative rating and is based on best available information.

Shri Vasudeva Weaving Mills Private Limited (Shri Vasudeva) incorporated in 2012 is a Coimbatore-based company engaged in the weaving of fabrics of count ranging from 60s to 100s (for sheeting fabrics) and 30s to 120s cotton (for shirting and bottom weight fabrics) with installed capacity of 96 lakh meter per annum. The company also trades in cloth and caters to reputed clients in Andhra Pradesh, Tamil Nadu, Gujarat and Delhi. The commercial operations commenced in 2015. Sri Vasudeva procures cotton yarn from Andhra Pradesh and Tamil Nadu. The company has also invested in a windmill of 3.75 MV capacity used primarily for captive consumption (80 percent) with the rest sold to TNEB (Tamil Nadu Electricity Board).

#### Non-cooperation by the issuer/borrower

Acuite 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 Acuite's policies.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity - Key Financials

	Unit	FY17 (Provisional)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	50.30	35.96	2.83
EBITDA	Rs. Cr.	7.61	5.34	-0.11
PAT	Rs. Cr.	0.91	0.16	-0.29
EBITDA Margin	(%)	15.13	14.85	-3.78
PAT Margin	(%)	1.80	0.44	-10.32
ROCE (%)	(%)	10.63	8.32	-1.46

Total Debt/Tangible Net Worth	Times	2.59	2.82	2.02
PBDIT/Interest	Times	2.02	2.24	-1.09
Total Debt/PBDIT	Times	4.37	5.77	-168.58
Gross Current Assets (Days)	Days	130	162	705

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

None

**Any other information**

Acuite 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
06-Dec-2017	Cash Credit	Long Term	INR 12	ACUITE BB+ / Stable
	Term Loan	Long Term	INR 14.47	ACUITE BB+ / Stable
	Term Loan	Long Term	INR 3.22	ACUITE BB+ / Stable
	Term Loan	Long Term	INR 1.81	ACUITE BB+ / Stable
	Letter of Credit	Short Term	INR 3	ACUITE A4+

**#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	14.47	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.22	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.81	ACUITE BB+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ Issuer not co-operating*

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

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**About Acuite Ratings & Research:**

Acuite 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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