Press Release

Shri Vasudeva Weaving Mills Private Limited

November 16, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	3.00	-	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Bank Loan Ratings	31.50	ACUITE B+ | Reaffirmed | Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	34.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long term rating of **'ACUITE B+' (read as ACUITE B plus)** and reaffirmed the short term rating of **'ACUITE A4'(read as ACUITE A four)** on the Rs.34.50 Cr bank facilities of Shri Vasudeva Weaving Mills Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and based on the best available information.

About the Company

Shri Vasudeva Weaving Mills Private Limited (Shri Vasudeva) incorporated in 2012 by Mr. E. N. Sivasamy (Promoter), is a Coimbatore based company engaged in weaving of fabrics along with trading of cloth. The commercial operations however started in 2015. The count ranges from 60's to 100's cotton for suiting fabrics and 30's to 120's cotton for shirting and bottom weight fabrics. Sri Vasudeva procures cotton yarn from Andhra Pradesh and Tamil Nadu. The company caters to reputed clients in Andhra Pradesh, Tamil Nadu, Gujarat and Delhi. The company has an installed capacity of 96 lakh meter per annum. The Company has a second hand windmill purchased in the year 2016 of 3.75 MW the power of which is internally used. The company generates revenue from manufacturing of fabrics, organic fabrics, and viscose fabric.

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 the 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.

This rating continues to be 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.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

None

Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

Outlook

Not Applicable.

Other Factors affecting Rating

Not Applicable.

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.

Applicable Criteria

• Manufacturing Entities: https://www.acuite.in/view-rating-criteria-59.htm
• Default Recognition: https://www.acuite.in/view-rating-criteria-52.htm
• Application Of Financial Ratios And Adjustments: https://www.acuite.in/view-rating-criteria-53.htm

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
19 Aug 2021	Letter of Credit	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.81	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.22	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	14.47	ACUITE B+ (Downgraded and Issuer not co-operating*)
09 Jun 2020	Term Loan	Long Term	1.81	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	14.47	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.22	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	3.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
29 Mar 2019	Term Loan	Long Term	14.47	ACUITE BB | Stable (Downgraded from ACUITE BB+)
	Term Loan	Long Term	1.81	ACUITE BB | Stable (Downgraded from ACUITE BB+)
	Cash Credit	Long Term	12.00	ACUITE BB | Stable (Downgraded from ACUITE BB+)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	3.22	ACUITE BB | Stable (Downgraded from ACUITE BB+)
15 Feb 2019	Cash Credit	Long Term	12.00	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	14.47	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	3.22	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	1.81	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	12.00	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Canara Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	3.00	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	14.47	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	3.22	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	1.81	ACUITE B+ | Reaffirmed | Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Radhika Kolwankar Analyst-Rating Operations Tel: 022-49294065 radhika.kolwankar@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.