

Press Release

Aswins Home Special

October 14, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	18.65	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	18.65	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 18.65 crore bank facilities of Aswins Home Special (AHS). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

AHS was established as a partnership firm in 2014 by Mr. K R V Ganesan and family. It is engaged in manufacturing of various kinds of packaged snacks and sweets under brand name of 'Aswins Home Special'. The firm runs 5 vegetarian restaurants and has 15 outlets in Tamil Nadu. The firm is also into deemed exports to USA.

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 the due date. Acuite 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 Acuite'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). Acuite endeavored 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

Acuite Ratings & Research Limited

www.acuite.in

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

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

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
16 Jul 2021	Term Loan	Long Term	0.53	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	6.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.61	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.25	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.78	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.70	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	4.78	ACUITE BB- (Downgraded and Issuer not co-operating*)

20 Apr 2020	Term Loan	Long Term	3.25	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.78	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	6.00	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	1.70	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	4.78	ACUITE BB (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.16	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.53	ACUITE BB (Issuer not co-operating*)
15 Feb 2019	Cash Credit	Long Term	6.00	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	4.78	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	1.70	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.78	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	0.53	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	3.25	ACUITE BB (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.61	ACUITE BB (Issuer not co-operating*)
08 Dec 2017	Cash Credit	Long Term	6.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	4.78	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	1.70	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.78	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	0.53	ACUITE BB Stable (Assigned)
		Long		
	Term Loan	Term	3.25	ACUITE BB Stable (Assigned)
	Proposed Long Term Loan	Long Term	1.61	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE B+ Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	1.61	ACUITE B+ Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	4.78	ACUITE B+ Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	1.70	ACUITE B+ Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.78	ACUITE B+ Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.53	ACUITE B+ Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	3.25	ACUITE B+ Downgraded 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.

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