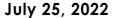


#### **Press Release**

## Sri Ranga Textiles Private Limited



## Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating		
Bank Loan Ratings	0.30	-	ACUITE A4   Reaffirmed   Issuer not co-operating*		
Bank Loan Ratings	7.48	ACUITE B+   Reaffirmed   Issuer not co-operating*	-		
Total Outstanding Quantum (Rs. Cr)	7.78	-	-		
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-		

#### Rating Rationale

Acuité has reaffirmed the long term rating of 'ACUITE B+' (read as ACUITE double B plus) and has reaffirmed short term rating of 'ACUITE A4' (read as ACUITE A) on the Rs.7.78 crore bank facilities of Sri Ranga Textiles Private Limited. This rating is now an indicative rating and is based on the best available information.

#### **About the Company**

Sri Ranga Textiles Private Limited (SRTPL) is a Coimbatore -based company incorporated in 1980 by Mr. Silesh Ethirajulu, Mr. Ranga Rao Ethirajulu and Ms. Ramalakshmi Ethirajul. SRTPL is engaged in the manufacture of cotton yarn of count ranging from 100 to 120 mainly used in the manufacture of shirts and sarees. The company has ~25000 spindles with installed capacity of 45,000 kg yarn per month.

#### 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 an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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.

## 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

## 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

#### 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	
	Bank Guarantee	Short Term	0.30	ACUITE A4 (Downgraded and Issuer not co-operating*)	
26 Apr 2021	Term Loan	Long Term	1.48	ACUITE B+ (Downgraded and Issuer not co-operating*)	
	Cash Credit Long Term		6.00	ACUITE B+ (Downgraded and Issuer co-operating*)	
	Bank Guarantee	Short Term	0.30	ACUITE A4+ (Issuer not co-operating*)	

03 Feb	Term Loan	Long Term	1.48	ACUITE BB- (Issuer not co-operating*		
2020	Cash Credit	Long Term	6.00	ACUITE BB- (Issuer not co-operating*		
	Bank Guarantee	Short Term	0.30	ACUITE A4+ (Issuer not co-operating*)		
17 Nov 2018	Term Loan	Long Term	1.48	ACUITE BB- (Issuer not co-operating*)		
	Cash Credit	Long Term	6.00	ACUITE BB- (Issuer not co-operating*)		
	Cash Credit	Long Term	6.00	ACUITE BB-   Stable (Assigned)		
12 Dec 2017	Term Loan	Long Term	1.48	ACUITE BB-   Stable (Assigned)		
	Bank Guarantee	Short Term	0.30	ACUITE A4+ (Assigned)		

# Annexure - Details of instruments rated

/ timexere	Amexore - Details of hishoritems rated						
Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Tamilnad Mercantile Bank Limited		Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE A4  Reaffirmed Issuer not co- operating*
Tamilnad Mercantile Bank Limited		Cash Credit	Not Applicable	Not Applicable	Not Applicable		ACUITE B+  Reaffirmed  Issuer  not co- operating*
Tamilnad Mercantile Bank Limited		Term Loan	Not available	Not available	Not available	1.48	ACUITE B+  Reaffirmed  Issuer  not co- operating*

#### Contacts

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

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.