

Press Release

Raadhika Shoecrafts Private Limited

December 13, 2019



Rating Update

Total Bank Facilities Rated#	Rs.17.57 Cr.
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not cooperating*; Withdrawn
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A2) Issuer not cooperating*; Withdrawn

Refer Annexure for details

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

Rating Rationale

Acuite has downgraded and withdrawn the long term rating of '**ACUITE BB+ (read as ACUITE Double B plus)**' from **ACUITE BBB-** and short term rating of '**ACUITE A4+ (read as ACUITE four plus)**' from **ACUITE A3** to the 17.57 crore bank facilities of Raadhika Shoecrafts Private Limited (RSPL). This rating is now downgraded withdrawn, indicative on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

RSPL is a Chennai-based company incorporated in January 2014 by Directors, Mr. Jatinder Singh and Mrs. Raadhika Singh, among others. The company is engaged in the manufacture of luxury leather shoes and leather uppers primarily for export. The manufacturing facility is located at Guindy in Chennai (Tamil Nadu).

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.

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.

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). 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

The rated entity has not shared the latest financial statements despite repeated attempts Status of non-cooperation with previous CRA (if applicable).

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.

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
08-Mar-2019	Foreign Currency Term Loan	Long Term	3.57	ACUITE BBB- (Indicative)
	PC/PCFC	Short Term	14.00	ACUITE A3
15-Dec-2017	Foreign Currency Term Loan	Long Term	3.57	ACUITE BBB / Stable (Assigned)
	PC/PCFC	Long Term	14.00	ACUITE A3 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Foreign Currency Term Loan	Not Applicable	Not Applicable	Not Applicable	3.57	ACUITE BB+ (Downgraded from ACUITE BBB- Issuer not cooperating*; Withdrawn)
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE A4+ (Downgraded from ACUITE A3 Issuer not cooperating*; Withdrawn)

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

Contacts

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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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