Press Release

Syndicate Impex

October 14, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.00	ACUITE B+ | Reaffirmed | Issuer not co-operating*	-
Bank Loan Ratings	4.00	-	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	6.00	-	-
Total Withdrawn Quantum (Rs.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 the short-term rating of **'ACUITE A4' (read as ACUITE A Four)** on the Rs.6.00 crore bank facilities of Syndicate Impex (SI). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

Syndicate Impex (SI) was established in 2006 and has its manufacturing plant set up at Tirupur (Tamil Nadu). The company is engaged in manufacturing and export of knitted garments with a capacity of 5,00,000 pieces per month of all possible styles and blends. SI procures yarn count ranging from 20s to 70s and outsources knitting, dyeing and compacting. The company primarily caters to the international markets. The company is promoted by Mr.A.Kathiresan and Mr. S. Jayakumar who have pursued B.Sc. in Apparel and Fashion Technology and are in the garments business for more than a decade.

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 noncooperation by the issuer along with 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

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups

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

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

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
19 Jul 2021	Proposed Long Term Loan	Long Term	0.26	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	4.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.74	ACUITE B+ (Downgraded and Issuer not co-operating*)

	Term Loan	Long Term	0.92	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE B+ (Downgraded and Issuer not co-operating*)
20 Apr 2020	Term Loan	Long Term	0.92	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE BB- (Issuer not co-operating*)
	Packing Credit	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.74	ACUITE BB- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.26	ACUITE BB- (Issuer not co-operating*)
15 Feb 2019	Packing Credit	Short Term	4.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.08	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.74	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.92	ACUITE BB- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.26	ACUITE BB- (Issuer not co-operating*)
15 Dec 2017	Packing Credit	Short Term	4.00	ACUITE A4+ (Assigned)
	Term Loan	Long Term	0.08	ACUITE BB- | Stable (Assigned)
	Term Loan	Long Term	0.74	ACUITE BB- | Stable (Assigned)
	Term Loan	Long Term	0.92	ACUITE BB- | Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.26	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
Bank of Baroda	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 | Reaffirmed | Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.26	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.08	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.74	ACUITE B+ | Reaffirmed | Issuer not co-operating*
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	0.92	ACUITE B+ | Reaffirmed | Issuer not co-operating*

Contacts

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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.