

Press Release

Nitesh Fashion Private Limited

May 07, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 14.50 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs. 14.50 crore bank facilities of Nitesh Fashion Private Limited (NFPL). This rating is now an indicative rating and is based on best available information.

NFPL is engaged in manufacturing, trading and export of garments and fabrics. Mr. Arvind Kothari established the firm - M/s Mahavirkumar Gautamchand & Co (MG&Co) in 2003 as a proprietorship concern which was later incorporated into a private limited company in 2011 as Nitesh Fashion Private Limited (NFPL) with an objective to expand operations. NFPL exports women's apparels and men's shirting to countries including Europe, USA, and the MENA (Middle East & North Africa) region. Its manufacturing unit is located at Bhiwandi in Mumbai (Maharashtra) with an installed capacity of 35 weaving machines, delivering a production of 1.10 lakh meter 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.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). Acuité endeavoured 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.

Status of non-cooperation with previous CRA (if applicable)

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
28-Feb-2019	Cash Credit	Long Term	14.50	ACUITE B/ Stable (Downgraded from ACUITE B+/Stable)
27-Dec-2017	Cash Credit	Long Term	14.50	ACUITE B+/ Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.50	ACUITE B Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité 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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