

## Press Release

### Keshari Industries Limited

March 29, 2019



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 8.00 Cr. #
<b>Long Term Rating</b>	ACUITE B+ Issuer not co-operating*

# Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE B+** (read as **ACUITE B plus**) on the Rs. 8.00 crore bank facilities of KESHARI INDUSTRIES LIMITED (KIL). This rating is now an indicative rating and is based on best available information.

Keshari Industries Limited (KIL) incorporated in 1992, promoted by Mr. Laxmi Narayan Mundhra and Mr. Gopal Kishan Lahoti, who have an experience of over three decades in the same line of business of manufacturing and supplying shirting fabrics of linen, polyester and cotton for men's and ladies wear. The company has started its manufacturing operations from FY13, till that the company was engaged in Job Work Processes and Trading of Finished Fabrics

#### 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	15.80	8.26	3.61
EBITDA	Rs. Cr.	1.11	1.04	1.29
PAT	Rs. Cr.	0.01	0.04	0.09
EBITDA Margin	(%)	7.03	12.62	35.82
PAT Margin	(%)	0.06	0.50	2.55
ROCE (%)	(%)	6.65	6.15	26.30
Total Debt/Tangible Net Worth	Times	1.37	1.57	1.56
PBDIT/Interest	Times	1.80	1.95	2.77
Total Debt/PBDIT	Times	5.62	6.83	2.64
Gross Current Assets (Days)	Days	189	346	77

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

Not Applicable

**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
22-Jan-2018	Term Loan	Long Term	0.70	ACUITE B+ / Stable (Assigned)
	Term Loan	Long Term	0.17	ACUITE B+ / Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE B+ / Stable (Assigned)
	Proposed Long Term Loan	Long Term	2.13	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
Term loans	Not Applicable	Not Applicable	Not Applicable	0.70	ACUITE B+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.17	ACUITE B+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.13	ACUITE B+ Issuer not co-operating*

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

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**About Acuité Ratings & Research:**

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