

Press Release

Saraansh Suitings Private Limited

July 02, 2020



Rating Update

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|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs.12.50 Cr. # |
| Long Term Rating | ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer Not Co-operating* |

Refer Annexure for details

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

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB-**' (**read as ACUITE double B minus**) from '**ACUITE BB**' (**read as ACUITE double B**) on the Rs.12.50crore bank facilities of SARAANSH SUITINGS PRIVATE LIMITED (SSPL). This rating is now an indicative rating and is downgraded on account of information risk.

Incorporated in 2012, SSPL is promoted by Mr. Sandeep Chordia, Mr. Sunil Chordia and Mr. Sampat Lal Chordia, among others. The company manufactures cotton and blended suiting fabric using air jet technology and caters to the ready-made garment market in India and overseas. Additionally, SSPL undertakes job work for other manufactures and trades in grey and finished fabric material. The company has its manufacturing unit in Bhilwara (Rajasthan) with 52 looms installed and annual capacity of 7 lakh meters.

Non-Cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance and 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 co-operating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition-<https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in Manufacturing Sector- <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 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 attempts.

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

Not Applicable

Any other information

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

Rating History (Up to last three years)

| Date | Name of the Instrument/ Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|--------------|---------------------------------------|-----------|---------------------|----------------------------------|
| 26-Apr-2019 | Cash Credit | Long Term | 9.00 | ACUITE BB/Stable (Downgraded) |
| | Term Loan | Long Term | 1.50 | ACUITE BB/Stable (Downgraded) |
| | Proposed Bank Facility | Long Term | 2.00 | ACUITE BB/Stable (Assigned) |
| 14-Feb- 2018 | Cash Credit | Long Term | 9.00 | ACUITE BB+/Stable (Assigned) |
| | Term Loan | Long Term | 3.50 | ACUITE BB+/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/Outlook |
|------------------------|---------------------|-------------------|-------------------|--------------------------------|---|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 9.00 | ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer Not Co- operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer Not Co- operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE BB- (Downgraded from ACUITE BB/Stable) 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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