

Press Release

Esspal International Private limited (EIPL)

June 17, 2019



Rating Update

Total Bank Facilities Rated*	Rs.54.50 Cr.#
Long Term Rating	ACUITE BBB- Issuer not co-operating; Withdrawn*
Short Term Rating	ACUITE A3 Issuer not co-operating; Withdrawn*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and the short-term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs.54.50 crore bank facilities of ESSPAL INTERNATIONAL PRIVATE LIMITED. This rating is now withdrawn and indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Based in Bhilwara, Rajasthan. Esspal International Private Limited (EIPL) was established in 2009. The company is engaged in manufacturing of grey fabric and processing of yarn. The company is led by directors, Mr. Manish Lath and Mrs. Rashmi Devi Lath, having experience of over two decades in the textile industry and Mr. Hriday Lath, son of Mr. Manish Lath, who has experience of 5 years in the textile industry. Company has a manufacturing facility in Bhilwara, Rajasthan with a capacity of 324 lakhs meter of grey fabric per annum.

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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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)

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
22-March-2018	Cash credit	Long term	25.00	ACUITE BBB-/ Stable (Assigned)
	Term loan	Long term	7.50	ACUITE BBB-/ Stable (Assigned)
	Term loan	Long term	1.85	ACUITE BBB-/ Stable (Assigned)
	Term loan	Long term	4.98	ACUITE BBB-/ Stable (Assigned)
	Proposed bank facility	Long term	0.17	ACUITE BBB-/ Stable (Assigned)
	Letter of credit	Short term	15.00	ACUITE A3 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE BBB- Withdrawn; Issuer not co-operating*
Term loan	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE BBB- Withdrawn; Issuer not co-operating*
Term loan	Not Applicable	Not Applicable	Not Applicable	1.85	ACUITE BBB- Withdrawn; Issuer not co-operating*
Term loan	Not Applicable	Not Applicable	Not Applicable	4.98	ACUITE BBB- Withdrawn; Issuer not co-operating*
Proposed bank facility	Not Applicable	Not Applicable	Not Applicable	0.17	ACUITE BBB- Withdrawn; Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A3 Withdrawn; Issuer not co-operating*

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

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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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