

Press Release

Sara Creation Inc

September 16, 2020

Rating Withdrawn



Total Bank Facilities Rated*	Rs.6.00 Cr.
Short Term Rating	ACUITE A4 Withdrawn; issuer not co-operating

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn the short term rating of '**ACUITE A4' (read as ACUITE A four)** on the Rs. 6.00 Crore bank facilities of Sara Creation Inc. This rating is now an indicative rating and is based on the best available information

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Sara Creation Inc (SCI), was established in 2002 and is engaged in the manufacturing of Readymade Garments. The partners Mr. Krishan Kumar Saklani and Mr. Easow Mathew have more than three-decade of experience in the textile industry. The firm has 4 manufacturing unit located at Noida having a capacity of 18 lacs pieces per year.

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.

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

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 attempts.

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

None

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 Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
09-Sep-2020	Packing Credit	Short Term	4.00	ACUITE A4 (Indicative)
	Bill Discounting	Short Term	2.00	ACUITE A4 (Indicative)
25-Jun-2019	Packing Credit	Short Term	4.00	ACUITE A4 (Indicative)
	Bill Discounting	Short Term	2.00	ACUITE A4 (Indicative)
11-Apr-2018	Packing Credit	Short Term	4.00	ACUITE A4 (Assigned)
	Bill Discounting	Short Term	2.00	ACUITE A4 (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
Packing Credit	Not Applicable	Not Applicable	Not Applicable	04.00	ACUITE A4 Withdrawn; issuer not co-operating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	02.00	ACUITE A4 Withdrawn; issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

Acuite Ratings & Research 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.

Disclaimer: An Acuite rating does not constitute an audit of the rated entity and should not be treated as a recommendation

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