

Press Release

Renite Vitrified LLP

December 01, 2021



Rating Downgraded and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	3.25	3.25		ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	39.00	39.00	ACUITE BB- Downgraded Issuer not co-operating*	
Total	-	42.25	-	-

Rating Rationale

Acuite has reviewed and downgraded the long-term rating to 'ACUITE BB-' (read as ACUITE double B minus) from 'ACUITE BB' (read as ACUITE double B) and short term rating to ACUITE A4 (read as ACUITE A4) from ACUITE A4+ (read as ACUITE A four plus) on the Rs.42.25 crore bank facilities of Renite Vetrified LLP (RVL). This rating is an indicative rating and is based on the best available information.

About the company

Established in the year 2016, RVL is a Gujarat based limited liability partnership firm. The firm is engaged in the manufacturing of glazed vitrified floor and wall tiles, nano and twin charged vitrified tiles. The firm is promoted by 17 partners with Mr. Paras D. Kavathiya, Mr. Dhirajlal K Suran and Mr. Jentilal B. Kavathi as the designated partners handling day to day operations of the firm. The manufacturing unit is located in Morbi-Gujarat, with an installed capacity of 73000 MTPA.

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.

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

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

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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit

rating is based.

Material Covenants

None

Outlook

Not Applicable

Liquidity Position

No information provided by the issuer/ available for Acuité to comment upon.

Rating Sensitivity

No information provided by the issuer/ available for Acuité to comment upon.

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.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Sep 2020	Term Loan	Long Term	18.14	ACUITE BB Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	9.19	ACUITE BB Stable (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE BB Stable (Reaffirmed)
	Bank Guarantee	Short Term	3.25	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	1.67	ACUITE BB Stable (Reaffirmed)
04 Jul 2019	Proposed Cash Credit	Long Term	1.67	ACUITE BB Stable (Reaffirmed)
	Term Loan	Long Term	27.33	ACUITE BB Stable (Reaffirmed)
	Bank Guarantee	Short Term	3.25	ACUITE A4+ (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE BB Stable (Reaffirmed)
13 Apr 2018	Cash Credit	Long Term	10.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	27.33	ACUITE BB Stable (Assigned)
	Bank Guarantee	Short Term	3.25	ACUITE A4+ (Assigned)

	Proposed Cash Credit	Long Term	1.67	ACUITE BB Stable (Assigned)
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Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.00	3.25	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.00	10.00	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.00	1.67	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.00	9.19	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.00	18.14	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)

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About Acuité Ratings & Research

Acuité 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 8,850 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 Kanjurmarg, Mumbai.

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