

Press Release

Mangal Cotton Mills Private Limited

September 30, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 27.00 Cr.#
Long Term Rating	ACUITE B Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs. 27.00 crore bank facilities of Mangal Cotton Mills Private Limited. This rating continues to be an indicative rating and is based on the best available information.

The Gujarat based company incorporated in 1979, Mangal Cotton Mills Private Limited (MCPL), erstwhile known as Rachana Fabrics Private Limited. The company has been engaged in providing machineries on the rental basis used for laser multi-drive computerized embroidery until February 2018. Further, from February 2018, the company has commenced its operations as job work of embroidery on grey cloth. The company is promoted by Mr. Motilal Sekhani, Mr. Rinish Sekhani and Mr. Gunjan Sekhani.

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.

Applicable Criteria

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

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
04 July 2019	Term Loan	Long Term	1.72	ACUITE B Issuer not co-operating*
	Proposed Bank Facility	Long Term	25.28	ACUITE B Issuer not co-operating*
20 April 2018	Term Loan	Long Term	1.72	ACUITE B/ Stable (Assigned)
	Proposed Bank Facility	Long Term	25.28	ACUITE B/ Stable (Assigned)

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.72	ACUITE B Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	25.28	ACUITE B 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 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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