

Press Release

Astik Dyestuff Private Limited

December 10, 2021



Rating Downgraded & Withdrawn and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.50	0.00		ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating*
Bank Loan Ratings	9.00	0.00	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating*	
Total	14.50	0.00	-	-

Rating Rationale

Acuite has downgraded and withdrawn the long-term rating to 'ACUITE BB+' (read as ACUITE double B plus) from ACUITE BBB- (read as ACUITE BBB minus) and short term rating to ACUITE A4+ (read as ACUITE A four plus) from ACUITE A3 (read as ACUITE A three) on the Rs.14.50 crore bank facilities of Astik Dyestuff Private Limited. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating continues is flagged as "Issuer Not-Cooperating".

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the company

Incorporated in 1988 and part of Astik Group, Astik Dyestuff Private Limited is a Gujarat based company, promoted by Mr. C. B. Karkera, Mr. R. D. Ajekar, Mr. S. B. Shetty and Mr. M. R. Ajekar. The company manufactures reactive dyes used in the textile industry. The company exports to Singapore, Indonesia, Japan, Germany and USA, among other countries apart from catering to major textile hubs in India.

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
21 Sep 2020	Packing Credit	Short Term	3.00	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	9.00	ACUITE BBB- Stable (Reaffirmed)
	Letter of Credit	Short Term	2.50	ACUITE A3 (Reaffirmed)
30 Jul 2019	Cash Credit	Long Term	9.00	ACUITE BBB- Stable (Reaffirmed)
	Letter of Credit	Short term	2.50	ACUITE A3 (Reaffirmed)
	Packing Credit	Short term	3.00	ACUITE A3 (Reaffirmed)
22 May 2018	Cash Credit	Long Term	9.00	ACUITE BBB- Stable (Assigned)
	Packing Credit	Short Term	3.00	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Assigned)

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
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	0.00	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-)
Bank of Baroda	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	3.00	0.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.50	0.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)

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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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