

Press Release

Mahesh Kumar Spinning Mills Private Limited

August 09, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 10.20 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed long-term rating of 'ACUITE B' (read as ACUITE B) and short term rating of 'ACUITE A4' (read as 'ACUITE A four') on the Rs. 10.20 crore bank facilities of MAHESH KUMAR SPINNING MILLS PRIVATE LIMITED. This rating is now an indicative rating and is based on best available information.

Mahesh Kumar Spinning Mills Private Limited (MSMP), incorporated in 2002, is primarily engaged in the manufacturing of cotton yarn and hosiery cloth. The manufacturing facility is located at Tirupur (Tamil Nadu) with 96 knitting machines and 14112 spindles. It manufactures cotton yarn with counts 20s to 30s. It also has wind mills with installed power generation capacity of 2.5 mega-watt (MW), and solar power plant with capacity 300 KW in and around Coimbatore (Tamil Nadu).

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 Acuite'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). Acuite endeavored 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.

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)

Not applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
05-Jun-2018	Cash Credit	Long Term	4.60	ACUITE B / Stable (Assigned)
	Working Capital Demand Loan	Long Term	5.00	ACUITE B / Stable (Assigned)
	Standby Line of Credit	Short Term	0.60	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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.60	ACUITE B Issuer not co-operating*
Working capital demand loan (WCDL)	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B Issuer not co-operating*
Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE A4 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 (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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