

## Press Release

### ESM Textiles

November 27, 2020



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 5.25 Cr.#
<b>Long Term Rating</b>	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. 5.25 crore bank facilities of ESM Textiles. The rating continues to be flagged as "Issuer Not Cooperating" and is based on best available information.

Mr. E.S. Marimuthu as a partnership firm established Tamil Nadu-based ESMT in 1965. Mr. Erulappan (his son) and Mrs. E Rajeshwari (his daughter-in-law) now manage the firm. It is engaged in manufacturing of women readymade garments. The firm derives the majority of its revenue from the domestic market and rest from overseas markets.

#### 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
18-September-2019	Cash Credit	Long Term	4.5	ACUITE B Issuer not co-operating*
	Term Loan	Long Term	0.75	ACUITE B Issuer not co-operating*
06-July-2018	Cash Credit	Long Term	4.5	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	0.75	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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.5	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	0.75	ACUITE B Issuer not co-operating*

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

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### About Acuité Ratings & Research:

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