

Press Release

Sivaguru Spinning Mills Private Limited

June 22, 2022



Rating Upgraded & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	0.29	-	ACUITE A4 Upgraded & Withdrawn Issuer not co-operating*
Bank Ratings Loan	27.71	ACUITE B Upgraded & Withdrawn Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	28.00	-	-

Rating Rationale

Acuite has upgraded and withdrawn the Long-term rating to '**ACUITE B**' (read as **ACUITE B**) from **ACUITE D** (read as **ACUITE D**) and short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from **ACUITE D** (read as **ACUITE D**) on the Rs. 28.00 crore bank facilities of Sivaguru Spinning Mills Private Limited (SSMPL). The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. The rating is continuously flagged as Issuer not cooperating. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

The upgrade in rating reflects the timely repayments of debts during the curing period as confirmed by the lender and credit reports. There are no further instances of delays and overdrawals since October 2021. The account is classified as standard as on date.

About the Company

Sivaguru Spinning Mills Pvt Ltd (SSMPL) was established in the year 2010 based at Coimbatore in Tamil Nadu (India). Mr. Sivakumar is the promoter of the company, who has around 2 decades of experience in the spinning industry. Company is engaged in the manufacturing of recycled yarns.

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 the due date. This rating continues to be flagged as "Issuer not cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Limitation regarding information availability:

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 continues to be flagged as "Issuer not cooperating", in line with prevailing SEBI regulations and Acuité's policies.

About the Rated Entity - Key Financials

The rated entity has not shared the latest Financial Statements despite repeated attempts.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

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

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
	Cash Credit	Long Term	15.00	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.29	ACUITE D (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)

18 Feb 2022	Term Loan	Long Term	0.10	ACUITE D (Issuer not co-operating*)
	Proposed Term Loan	Long Term	6.19	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.56	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.04	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	2.81	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	1.01	ACUITE D (Issuer not co-operating*)
19 Nov 2020	Term Loan	Long Term	0.10	ACUITE D (Issuer not co-operating*)
	Proposed Term Loan	Long Term	6.19	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.29	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	1.01	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.56	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.04	ACUITE D (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	2.81	ACUITE D (Issuer not co-operating*)
06 Sep 2019	Term Loan	Long Term	0.04	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.10	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.56	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.29	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	2.81	ACUITE D (Issuer not co-operating*)
	Proposed Term Loan	Long Term	6.19	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE D (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	2.00	ACUITE D (Issuer not co-operating*)
		Long		ACUITE D (Issuer not co-operating*)
	Term Loan	Term	1.01	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	0.56	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	1.01	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	2.81	ACUITE B+ Stable (Assigned)

17 Jul 2018	Term Loan	Long Term	0.10	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	0.04	ACUITE B+ Stable (Assigned)
	Proposed Term Loan	Long Term	6.19	ACUITE B+ Stable (Assigned)
	Bank Guarantee	Long Term	0.29	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	2.00	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	0.29	ACUITE A4 Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	6.19	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.56	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.01	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	2.81	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.10	ACUITE B Upgraded & Withdrawn Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.04	ACUITE B Upgraded & Withdrawn Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Katta Akhil Analyst-Rating Operations Tel: 022-49294065 akhil.katta@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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