

## Press Release

### Alpha Exports

March 18, 2023



### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.63	ACUITE D   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	5.17	-	ACUITE D   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	5.80	-	-

### Rating Rationale

Acuite has Downgraded the long-term rating to '**ACUITE D (read as ACUITE D)**' from '**ACUITE B' (read as ACUITE B)**' and the short term to '**ACUITE D (read as ACUITE D)**' from '**ACUITE A4' (read as ACUITE A four)**' on the Rs.5.80 crore bank facilities of Alpha Exports (AE).

The rating continues to be an indicative rating. The downgrade is on the basis of the public available information.

### About the Company

Established in 2013, Alpha Exports is a partnership firm based out of Tiruppur (Tamil Nadu) engaged in manufacturing and exporting of fabrics with an installed capacity of 1,00,000 pieces per month. The firm is promoted by Mr. Jose P.T and Mr. Vinod Joy with a decade of experience in this industry.

### 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. 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 notcooperating", 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.

### About the Rated Entity - Key Financials

The entity has not shared the latest financial statement for Acuite to comment upon

### 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

### Other Factors affecting Rating

None

### Status of non-cooperation with previous CRA

None

### Any other information

Acuite is yet to receive No default statement (NDS) from the rated entity despite repeated requests and followups.

### 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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Mar 2022	Bills Discounting	Short Term	0.30	ACUITE A4 ( Issuer not co-operating*)
	Packing Credit	Short Term	2.00	ACUITE A4 ( Issuer not co-operating*)
	Cash Credit	Long Term	0.23	ACUITE B ( Issuer not co-operating*)
	Proposed Packing Credit	Short Term	2.17	ACUITE A4 ( Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B ( Issuer not co-operating*)
	Letter of Credit	Short Term	0.70	ACUITE A4 ( Issuer not co-operating*)
	Bills Discounting	Short Term	0.30	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	0.23	ACUITE B (Issuer not co-operating*)

22 Dec 2020	Packing Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B (Issuer not co-operating*)
	Proposed Packing Credit	Short Term	2.17	ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Short Term	0.70	ACUITE A4 (Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Federal Bank	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	Simple	0.30	ACUITE D   Downgraded   Issuer not co-operating*
Federal Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	0.23	ACUITE D   Downgraded   Issuer not co-operating*
Federal Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	0.70	ACUITE D   Downgraded   Issuer not co-operating*
Federal Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	ACUITE D   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Packing Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.17	ACUITE D   Downgraded   Issuer not co-operating*
Federal Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	0.40	ACUITE D   Downgraded   Issuer not co-operating*

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### 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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