

Press Release

Grospinz Fabz Limited

June 13, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	19.50	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank Loan Ratings	96.50	ACUITE BB Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	116.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of 'ACUITE BB' (read as ACUITE double B) and the short-term rating of 'ACUITE A4+' (read as ACUITE A Four plus) on the Rs. 116.00 crore bank facilities of Grospinz Fabz Limited (GFL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

Incorporated in 2006 - Grospinz Fabz Limited (GFL) is a Punjab based company which started commercial production from October 2008 promoted by Mr. Babu Lal Grover, Mr. Supneet Grover and Mr. Navneet Grover. Further, the company started a new plant in Gujrat recently in 2019 with an installed capacity of 21900 spindles per annum. This unit is state of the art and produces 100% cotton yarns from Ne30s to Ne40s.

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 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 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.

Rating Sensitivity

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

Material Covenants

Not Applicable

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

The rated entity has not shared the latest financial statements despite repeated requests.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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
15 Mar 2021	Bills Discounting	Short Term	18.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	45.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.80	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	31.40	ACUITE BB (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	19.30	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.50	ACUITE A4+ (Issuer not co-operating*)

20 Dec 2019	Bank Guarantee	Short Term	1.50	ACUITE A4+ (Reaffirmed)
	Proposed Bank Facility	Long Term	0.80	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	31.40	ACUITE BB+ Stable (Reaffirmed)
	Bills Discounting	Short Term	18.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	19.30	ACUITE BB+ Stable (Assigned)
	Cash Credit	Long Term	45.00	ACUITE BB+ Stable (Reaffirmed)
24 Oct 2019	Proposed Long Term Loan	Long Term	0.81	ACUITE BB+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.80	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	37.39	ACUITE BB+ (Issuer not co-operating*)
	Bills Discounting	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	35.00	ACUITE BB+ (Issuer not co-operating*)
13 Aug 2018	Term Loan	Long Term	37.39	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	35.00	ACUITE BBB- Stable (Assigned)
	Bills Discounting	Short Term	10.00	ACUITE A3 (Assigned)
	Proposed Long Term Loan	Long Term	0.81	ACUITE BBB- Stable (Assigned)
	Bank Guarantee	Short Term	0.80	ACUITE A3 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	45.00	ACUITE BB Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.80	ACUITE BB Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	31.40	ACUITE BB Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	19.30	ACUITE BB Reaffirmed Issuer not co-operating*

Contacts

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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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