

Press Release

Sri Amman Textiles

29 October, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 11.00 Cr. #
Long Term Rating	ACUITE BB- Issuer non-cooperating*

Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs. 11.00 crore bank facilities of Sri Amman Textiles. This rating is now an indicative rating and is based on best available information.

Established in 2013, Sri Amman Textiles a Tamil Nadu based partnership firm engaged in manufacturing of grey cloths from cotton yarns. The manufacturing facility is located in Coimbatore with installed capacity of 70,00,000 meters per annum. The firm is promoted by Mr. A. Kalisamy along with four other partners namely Mr. P. Gokul, Mrs. M Suchitra, Mr. S.N Nithyanandhan and Mr. S.N. Swaminathan.

Analytical Approach:

Acuité has considered the standalone business and financial risk profiles of Sri Amman Textiles to arrive at this rating.

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 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>
- Financial Ratios And Adjustments- <https://www.acuite.in/view-rating-criteria-53.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
03-Sept-18	Term Loan	Long Term	1.71	Acuite BB-/ Stable (Assigned)
	Cash Credit	Long Term	8.00	Acuite BB-/ Stable (Assigned)
	Proposed facilities	Long Term	1.29	Acuite BB-/ Stable (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.71	Acuite BB-Issuer non-cooperating
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE BB-Issuer non-cooperating
Proposed facilities	Not Applicable	Not Applicable	Not Applicable	1.29	ACUITE BB-Issuer non-cooperating

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About Acuité Ratings & Research:

Acuité 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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