

Press Release

Alpine Apparels Private Limited

July 02, 2020

Rating Update



| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs.83.00 Cr.# |
| Long Term Rating | ACUITE BB- (Downgraded from ACUITE BB /Stable) Issuer not co-operating* |
| Short Term Rating | ACUITE A4+ Issuer not co-operating* |

#Refer Annexure for details

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

Rating Rationale

Acuité has downgraded its long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reviewed its short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) of ALPINE APPARELS PRIVATE LIMITED. This rating is now an indicative rating and is downgraded on account of information risk.

Haryana based Alpine Apparels Private Limited (AAPL), incorporated in 1995, is a star export house, promoted by Mr. Sanjay Leekha along with his wife, Mrs. Charu Leekha, and Mr. Hardeep Singh. AAPL is engaged in manufacturing and export of leather based fashion accessories such as handbags, wallets and sports gloves, among others to countries including France, Germany and USA. The manufacturing facility is located at Faridabad (Haryana). Currently, the company is in the process to diversify its product base to non-leather fashion accessories as well.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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 endeavored 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

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-------------|---------------------------------|------------|--------------------------------------|-------------------------------|
| 25-Apr-2019 | Bill Discounting | Short Term | 48.00 | ACUITE A4+ (Reaffirmed) |
| | Letter of Credit | Short Term | 4.00 | ACUITE A4+ (Reaffirmed) |
| | Proposed Bank Facility | Long Term | 12.60 (Reduced from Rs.14.00 Cr.) | ACUITE BB/Stable (Reaffirmed) |
| | WCDL | Long Term | 2.35 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 4.66 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 3.70 | ACUITE BB/Stable (Assigned) |
| | Overdraft | Long Term | 2.55 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.95 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.81 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.43 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.10 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.04 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.27 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.23 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.34 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.21 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.29 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.30 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.25 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.19 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.15 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.30 | ACUITE BB/Stable (Assigned) |
| | Term Loan | Long Term | 0.28 | ACUITE BB/Stable (Assigned) |
| 26-Mar-2019 | Bill Discounting | Short term | 48.00 | ACUITE A4+ (Reaffirmed) |

| | | | | |
|-------------|------------------------|------------|-------|----------------------------------|
| 04-Sep-2018 | Letter of Credit | Short term | 4.00 | ACUITE A4+ (Reaffirmed) |
| | Proposed Bank Facility | Long Term | 14.00 | ACUITE BB/Stable (Reaffirmed) |
| | Bill Discounting | Short term | 48.00 | ACUITE A4+ (Assigned) |
| | Letter of Credit | Short term | 4.00 | ACUITE A4+ (Assigned) |
| | Proposed Bank Facility | Long Term | 2.00 | 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. Crore) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|----------------------------------|---|
| Bill Discounting | Not Applicable | Not Applicable | Not Applicable | 48.00 | ACUITE A4+ Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE A4+ Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 12.60 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| WCDL | Not Applicable | Not Applicable | Not Applicable | 2.35 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 4.66 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 3.70 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Overdraft | Not Applicable | Not Applicable | Not Applicable | 2.55 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.95 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.81 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.43 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.10 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.04 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.27 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.23 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |

| | | | | | |
|-----------|----------------|----------------|----------------|------|---|
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.34 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.21 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.29 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.30 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.25 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.19 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.15 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.30 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.28 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |

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

Contacts

| Analytical | Rating Desk |
|---|---|
| Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Deepesh Pamnani Analyst - Rating Operations Tel: 011-49731302 deepesh.pamnani@acuite.in | Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in |

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.