

Press Release

Stanfab Apparels Private Limited

December 09, 2019

Rating Update



Total Bank Facilities Rated#	Rs. 58.00 Cr.
Long Term Rating	ACUITE BB+ (Revised from ACUITE BBB-) Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has revised the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 58.00 crore bank facilities of Stanfab Apparels Private Limited (SSPL). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Stanfab Apparels Private Limited (SAPL) was set up in 1993 by Mr. E R Eswaran. The company manufactures and exports nightwear, T-shirts, shirts, and trousers for men, women, and kids. The company exports its products to regions such as EU, USA, Australia, Brazil, and Japan. The company has 11 manufacturing units located in and around Chennai and 1 unit in Tirupur (Tamil Nadu) with installed capacity to manufacture eleven lac pieces/month.

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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>

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

Status of non-cooperation with previous CRA (if applicable)

CRISIL, vide its press release dated April 27, 2019 has denoted the rating of Stanfab Apparels Private Limited as 'CRISIL BB+/A4+ (ISSUER NOT COOPERATING)' on account of lack of adequate information required for monitoring of ratings.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
24-Sep-2019	Packing Credit	Short Term	15.30	ACUITE A3 (Indicative)
	Bill Discounting	Short Term	18.00	ACUITE A3 (Indicative)
	Standby Line of Credit	Short Term	3.50	ACUITE A3 (Indicative)
	Term Loan	Long Term	5.42	ACUITE BBB- (Indicative)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Indicative)
	Bank Guarantee	Short Term	0.10	ACUITE A3 (Indicative)
	Letter of Credit	Short Term	6.93	ACUITE A3 (Indicative)
	Term Loan	Long Term	6.75	ACUITE BBB- (Indicative)
05-Sep-2018	Packing Credit	Short Term	15.30	ACUITE A3 (Assigned)
	Bill Discounting	Short Term	18.00	ACUITE A3 (Assigned)
	Standby Line of Credit	Short Term	3.50	ACUITE A3 (Assigned)
	Term Loan	Long Term	5.42	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	0.10	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	6.93	ACUITE A3 (Assigned)
	Term Loan	Long Term	6.75	ACUITE BBB-/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
Packing Credit	Not Applicable	Not Applicable	Not Applicable	15.30	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.42	ACUITE BB+ (Revised from ACUITE BBB-) Withdrawn; Issuer not cooperating*

Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.93	ACUITE A4+ (Revised from ACUITE A3) Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	6.75	ACUITE BB+ (Revised from ACUITE BBB-/Stable) Withdrawn; Issuer not cooperating*

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

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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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