

## Press Release

### SREE RAJALAKSHMI PROCESSING MILLS

October 29, 2019

### Rating Downgraded



Total Bank Facilities Rated	Rs. 5.15 Cr. #
Long Term Rating	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*

# Refer Annexure for details

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

Acuite has downgraded the long-term rating of '**ACUITE B**' (read as **ACUITE B**) to '**ACUITE B-**' (read as **ACUITE B minus**) on the Rs. 5.15 crore bank facilities of SREE RAJALAKSHMI PROCESSING MILLS (SRPM). This rating is now an indicative rating and is based on best available information.

The downgraded is reflected by irregularities in banking conduct.

Established in 2015, SRPM is an Erode (Tamil Nadu) based partnership firm promoted by Mr. K V Easwaran. The firm is engaged in printing of woven and knitted fabrics along with home furnishings. The entity has a processing plant at Erode with an installed capacity of 45000 meters per day. It is also certified by GOTS (Global Organic Textile Standards).

#### 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-17.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)

Not Applicable

#### 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
27th Sept 18	Term Loan	Long Term	4.25	ACUITE B / Stable (Assigned)
	Cash Credit	Long Term	0.50	ACUITE B / Stable (Assigned)
	Proposed Cash Credit	Long Term	0.40	ACUITE B / 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	4.25	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*

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

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### About Acuité Ratings & Research:

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