

## Press Release

### Pratibha Syntex Limited

January 13, 2020



### Rating Update

<b>Total Bank Facilities Rated#</b>	Rs.505.81 Cr.
<b>Long Term Rating</b>	ACUITE BB+ (Downgraded from ACUITE BBB/ Stable) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*

#Refer Annexure for details

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

### Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB+**' (read as ACUITE double B plus) from '**ACUITE BBB**' (read as ACUITE triple B) and the short-term rating to '**ACUITE A4+**' (read as ACUITE A four plus) from '**ACUITE A3+**' (read as ACUITE A three plus) on the Rs.505.81 crore bank facilities of Pratibha Syntex Limited (PSL). This rating is now an indicative rating and is based on best available information.

Pratibha Syntex Limited (PSL) was incorporated in 1982. The company promoted by Mr. Shiv Kumar Chaudhary and Mr. Shreyaskar Chaudhary is engaged in Manufacture & Export of Yarn (Cotton, Melange & Blended), Knitted Fabric (Grey & Dyed) and Knitted Garments (Casual & Inner Wear). PSL has its registered office in Mumbai and manufacturing facilities located at Pithampur (Madhya Pradesh).

**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-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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 requests.

### 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
06-Nov-18	Cash Credit \$	Long Term	58.00	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	40.34	ACUITE BBB/ Stable (Assigned)
	Cash Credit \$\$	Long Term	53.18	ACUITE BBB/ Stable (Assigned)
	FBP/FBD/FBN	Short Term	8.00	ACUITE A3+ (Assigned)
	Term Loan	Long Term	47.75	ACUITE BBB/ Stable (Assigned)
	PC/ PCFC/ FDB	Short Term	56.94	ACUITE A3+ (Assigned)
	Cash Credit	Long Term	10.05	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	27.35	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	16.37	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long Term	21.50	ACUITE BBB/ Stable (Assigned)
	WCDL	Long Term	0.50	ACUITE BBB/ Stable (Assigned)
	PC/ PCFC \$\$\$	Short Term	13.00	ACUITE A3+ (Assigned)
	FBP/FBD	Short Term	2.50	ACUITE A3+ (Assigned)
	Cash Credit	Long Term	3.46	ACUITE BBB/ Stable (Assigned)
	PC/ PCFC/EBP/EBD/EBN	Short Term	19.64	ACUITE A3+ (Assigned)
	Term Loan	Long Term	67.73	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	13.76	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long Term	2.30	ACUITE BBB/ Stable (Assigned)
	Term Loan	Long Term	3.96	ACUITE BBB/ Stable (Assigned)
	Packing Credit	Short Term	20.21	ACUITE A3+ (Assigned)
	Term Loan	Long Term	9.27	ACUITE BBB/ Stable (Assigned)
	Letter of Credit \$\$\$\$	Short Term	10.00	ACUITE A3+ (Assigned)

\$ contains sublimit of EPC/PCFC/EBD/EBR to the extent of Rs.52.00 crore

\$\$ contains sublimit of EPC/PCFC to the extent of Rs.53.18 crore, WCDL to the extent of Rs.51.18 crore and FBP/FBD/FBN to the extent of Rs.43.60 crore

\$\$\$ fully interchangeable with CC facility of Rs.21.50 crore

\$\$\$\$ contains sublimit of BG to the extent of Rs.1.00 crore

**#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit \$	Not Applicable	Not Applicable	Not Applicable	58.00	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	40.34	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Cash Credit \$\$	Not Applicable	Not Applicable	Not Applicable	53.18	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
FBP/FBD/FBN	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	47.75	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
PC/ PCFC/ FDB	Not Applicable	Not Applicable	Not Applicable	56.94	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.05	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	27.35	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	16.37	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	21.50	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
WCDL	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
PC/ PCFC \$\$\$	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
FBP/FBD	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.46	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*

PC/ PCFC/EBP/EBD/EBN	Not Applicable	Not Applicable	Not Applicable	19.64	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	67.73	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	13.76	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
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Term Loan	Not Applicable	Not Applicable	Not Applicable	9.27	ACUITE BB+ (Downgraded from ACUITE BBB /Stable) Issuer not co-operating*
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**About Acuité Ratings & Research:**

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