

Press Release

Nahar Textiles Private Limited

February 10, 2020

Rating Update



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|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 18.00 Cr. # |
| Long Term Rating | ACUITE B Issuer not co-operating* (Downgraded from ACUITE B+/Stable) |
| Short Term Rating | ACUITE A4 Issuer not co-operating* |

Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE B**' (read as **ACUITE B**) from '**ACUITE B+**' (read as **ACUITE B plus**) and reviewed the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 18.00 crore bank facilities of Nahar Textiles Private Limited (NTPL). The rating downgrade is on account of information risk. This rating is now an indicative rating and is based on best available information.

NTPL was incorporated in 1982 by Mr. Navinchandra Nahar. NTPL is engaged in manufacturing and exporting of fabrics and garments (Mens wear), which includes T-shirts, Shirts, Shirting and Suiting. The company has over 3 decades (36 years) of experience in the garment business and have been exporting to most of the European countries, Latin America, South Asia, Middle East, Far East and Africa over the past two and half decades. It sells its products under the brand name 'NIVADA' since 2000.

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/criteria-default.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). 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 |
|-------------|---------------------------------|------------|------------------|-------------------------------|
| 29-Nov-2018 | Cash Credit | Long Term | 0.50 | ACUITE B+ / Stable (Assigned) |
| | Packing Credit | Long Term | 11.00 | ACUITE B+ / Stable (Assigned) |
| | Buyer's Credit | Short Term | 5.00 | ACUITE A4 (Assigned) |
| | Proposed Bank Facility | Long Term | 1.50 | 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 |
|------------------------|------------------|----------------|----------------|-----------------------------|---|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE B (Downgraded from ACUITE B+) Issuer not co-operating* |
| Packing Credit | Not Applicable | Not Applicable | Not Applicable | 11.00 | ACUITE B (Downgraded from ACUITE B+) Issuer not co-operating* |
| Buyer's Credit | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE A4 Issuer not co-operating |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE B (Downgraded from ACUITE B+) Issuer not co-operating* |

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

Contacts

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|--|---|
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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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