



Press Release
RAMKRUSHNA SPINNING MILLS PRIVATE LIMITED
February 10, 2025
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	46.30	ACUITE BB+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	1.50	-	ACUITE A4+ Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	47.80	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

* 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 plus**) from ‘**ACUITE BBB-**’ (read as **ACUITE Triple B minus**) on the Rs. 46.30 crore bank facilities and short-term rating to ‘**ACUITE A4+**’ (read as **ACUITE A four plus**) from ‘**ACUITE A3**’ (read as **ACUITE A three**) on the Rs. 1.50 crore bank facilities of Ramkrushna Spinning Mills Private Limited (RSMPL). The rating is now flagged as “Issuer Not-Cooperating” and is based on the best information available. The rating is downgraded on account of information risk.

About the Company

Incorporated in 2012, Ramkrushna Spinning Mills Private Limited (RSMPL) is based at Amreli (Gujarat) promoted and managed by Mr. Anilkumar Amarshibhai Daslania along with 11 other directors. The company is engaged in manufacturing of cotton yarn with an average count of 20’s to 40’s. The manufacturing facilities are located at Amreli (Gujarat) with 18,240 spindles and also a ginning unit through which the company can press 200 bales per day.

Unsupported Rating

Not Applicable

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 the due date. 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. This rating is therefore being flagged as “Issuer not cooperating”, in line with prevailing SEBI regulations and Acuité’s policies.

Limitation regarding information availability

This 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. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon

Outlook: Not Applicable**Other Factors affecting Rating**

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	229.22	202.61
PAT	Rs. Cr.	2.84	6.21
PAT Margin	(%)	1.24	3.07
Total Debt/Tangible Net Worth	Times	1.18	1.61
PBDIT/Interest	Times	4.01	5.44

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Nov 2023	Bank Guarantee/Letter of Guarantee	Short Term	1.50	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	7.00	ACUITE BBB- Negative (Reaffirmed)
	Term Loan	Long Term	10.17	ACUITE BBB- Negative (Reaffirmed)
	Term Loan	Long Term	2.27	ACUITE BBB- Negative (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	16.99	ACUITE BBB- Negative (Reaffirmed)
	Working Capital Term Loan	Long Term	2.43	ACUITE BBB- Negative (Reaffirmed)
	Term Loan	Long Term	4.87	ACUITE BBB- Negative (Reaffirmed)
	Working Capital Term Loan	Long Term	2.57	ACUITE BBB- Negative (Reaffirmed)
26 Aug 2022	Bank Guarantee/Letter of Guarantee	Short Term	2.67	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	7.00	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	2.00	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	17.91	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	0.64	ACUITE BBB- Stable (Reaffirmed)
	Term Loan	Long Term	4.00	ACUITE BBB- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	8.71	ACUITE BBB- Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	4.87	ACUITE BBB- Stable (Reaffirmed)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Union Bank of India	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.50	Simple	ACUITE A4+ Downgraded Issuer not co-operating* (from ACUITE A3)
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	7.00	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	16.99	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.87	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.17	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.27	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Union Bank of India	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.57	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Union Bank of India	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.43	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)

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

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About Acuité Ratings & Research

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