

Press Release

Jyotirmaye Textiles Private Limited

September 29, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs.160.85 crore#
Long Term Rating	ACUITE BB+ (Withdrawn) Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs.160.85 crore bank facilities of Jyotirmaye Textile Private Limited (JTPL). The rating withdrawal is in accordance with the Acuité's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information. The rating is being withdrawn on account of request received from the firm and NOC received from the banker.

About the rated entity

JTPL was incorporated as a private limited company by Mr. Danda Brahmanandam and Mr. Danda Prasad in 2009. Located in Guntur (Andhra Pradesh), JTPL's spinning units currently have a combined installed capacity of 52320 spindles, manufacturing cotton yarn of counts 10s to 40s. The company also manufactures open ended cotton yarn with counts 6s to 18s and has 2688 rotors. It has a captive wind mill power capacity of 10 mega-watts (MW)

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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- 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>

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 endeavored 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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

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

None.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
28-Jan-2021	Cash Credit	Long Term	60.00	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) Issuer not co-operating*
	Proposed Cash Credit	Long Term	6.45	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) Issuer not co-operating*
	Term Loans	Long Term	79.80	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) Issuer not co-operating*
	Term Loans	Long Term	14.60	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) Issuer not co-operating*
05-Nov-2019	Cash Credit	Long Term	60.00 (Enhanced from Rs.40.00 Crs.)	ACUITE BBB/Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	6.45 (Revised from Rs.40.00 Crs.)	ACUITE BBB/Stable (Reaffirmed)
	Term Loans	Long Term	79.80 (Revised from Rs.90.52 Crs.)	ACUITE BBB/Stable (Reaffirmed)
	Term Loans	Long Term	14.60 (Revised from Rs.90.52 Crs.)	ACUITE BBB/Stable (Reaffirmed)
04-Jan-2019	Cash Credit	Long Term	40.00	ACUITE BBB/Stable (Assigned)
	Proposed Cash Credit	Long Term	15.00	ACUITE BBB/Stable (Assigned)
	Term Loans	Long Term	90.52	ACUITE BBB/Stable (Assigned)
	Term Loans	Long Term	15.33	ACUITE BBB/Stable (Assigned)

***Annexure – Details of instruments rated**

Lenders Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Union Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	60.00	ACUITE BB+ Withdrawn Issuer not co-operating*
Not applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.45	ACUITE BB+ Withdrawn Issuer not co-operating*
Union Bank of India	Term Loan	Not Available	Not Available	Not Available	79.80	ACUITE BB+ Withdrawn Issuer not co-operating*
Indian Bank	Term Loan	Not Available	Not Available	Not Available	14.60	ACUITE BB+ Withdrawn Issuer not co-operating*

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About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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