

Press Release

Sathuragiri Softex India Private Limited

December 28, 2020

Rating Update



Total Bank Facilities Rated*	Rs.28.50 Cr. #
Long Term Rating	ACUITE B+ (Downgraded and 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 to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs.28.50 crore bank facilities of Sathuragiri Softex India Private Limited. This rating is now an indicative rating and is based on the best available information.

SSI was incorporated by Mr. Kunnathur Selambanna Ponnusamy and his family in May 2017. However, the commercial production commenced from December 2017. SSI is engaged in manufacturing of 100 per cent combed cotton yarn with counts ranging from 10s to 40s. The manufacturing facility is located in Tamil Nadu with spinning capacity of 7000 spindles.

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 the 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-52.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
07-Oct-2019	Cash Credit	Long Term	6.92	ACUITE BB-/Stable (Reaffirmed)
	Term Loan	Long Term	9.67	ACUITE BB-/Stable (Reaffirmed)
	Proposed Term Loan	Long Term	4.00	ACUITE BB-/Stable (Assigned)
	Proposed Term Loan	Long Term	2.00	ACUITE BB-/Stable (Assigned)
	Proposed Cash Credit	Long Term	3.00	ACUITE BB-/Stable (Assigned)
	Proposed Bank Facility	Long Term	2.91	ACUITE BB-/Stable (Reaffirmed)
25-Jan-2019	Cash Credit	Long Term	6.92	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	9.67	ACUITE BB-/Stable (Assigned)
	Proposed Cash Credit	Long Term	4.41	ACUITE BB-/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	6.92	ACUITE B+ (Downgraded; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	Not Available	9.67	ACUITE B+ (Downgraded; Issuer not co-operating*)
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE B+ (Downgraded; Issuer not co-operating*)
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ (Downgraded; Issuer not co-operating*)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B+ (Downgraded; Issuer not co-operating*)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.91	ACUITE B+ (Downgraded; Issuer not co-operating*)

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

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About Acuite Ratings & Research:

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