

Press Release

Zeon International

January 27, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 25.00 Cr. #
Short Term Rating (Indicative)	ACUITE A4 (Downgraded) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the short-term rating from '**ACUITE A4+**' (read as **ACUITE A four plus**) to '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 25.00 crore bank facilities of Zeon International (ZI). This rating is now an indicative rating and is based on the best available information. Downgrade takes into account information risk.

Zeon International (ZI) was established in 2004 by five classmates C Yuvraj, K Nallasivam, K P Karthikeyan, M S Senthikumar, R Gurukarthik. It is based out of Tirupur, Tamil Nadu. ZI is a trading concern which is the authorised distributor of spandex yarn pan India for three of the world's largest manufacturers of spandex yarn. ZI imports and stocks yarn in their warehouses in Tirupur, New Delhi, Mumbai, Ludhiana and Kolkata, to meet customers' demands instantaneously. They are associated with close 1500 customers in the Textile industry with pan India presence.

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-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). 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.

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)

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
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15-Feb-2019	Letter of Credit	Short Term	25.00	ACUITE A4+/Stable (Assigned)
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* Includes sub limit of cash credit and buyers credit of Rs. 5.00 crore and Rs. 25.00 crore respectively.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Letter of Credit**	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

**Includes sub limit of cash credit and buyers credit of Rs. 5.00 crore and Rs. 25.00 crore respectively.

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

Contacts

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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 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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