

Press Release

Shreeji Cofab Limited

July 08, 2020

Rating Update



Total Bank Facilities Rated*	Rs.12.16 Cr. #
Long Term Rating	ACUITE BB Downgraded; Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed the long term rating to **“ACUITE BB”(read as ACUITE double B)** from **“ACUITE BB+”(read as ACUITE double B plus)** on the Rs.12.16 crore bank facilities of Shreeji Cofab Limited (SCL). This rating is now an indicative rating and is based on best available information. The rating downgrade is on account of information risk.

Rajasthan based Shreeji Cofab Limited (SCL) was incorporated in 2010 by Mr. Kuldeep Singh (Managing Director). The company is engaged in trading and manufacturing of cotton and polyester yarn. SCL is a manufacturer, wholesaler, trader and exporter of Cotton Yarn, Melange Yarn, Hosiery Yarn, PC Yarn and other types of yarns in India.

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/view-rating-criteria-52.htm>
- Manufacturing Sector Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- Trading Sector Entities- <https://www.acuite.in/view-rating-criteria-61.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.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
03-May-19	Cash Credit*	Long Term	10.00	ACUITE BB+/Stable (Assigned)
	Term Loan	Long Term	2.16	ACUITE BB+/Stable (Assigned)

*Sublimit of Cash credit includes EPC/PCFC/FPB/EBP/EBR of Rs. 2.00 crore.

#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	10.00	ACUITE BB Downgraded; Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	2.16	ACUITE BB Downgraded; Issuer not co-operating*

*Sublimit of Cash credit includes EPC/PCFC/FPB/EBP/EBR of Rs. 2.00 crore.

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

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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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