

Press Release

Puma Hosiery Mill

July 04, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.89	ACUITE D Downgraded Issuer not co-operating*	-
Bank Loan Ratings	6.56	-	ACUITE D Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	8.45	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

ACUITE has downgraded the long term rating to 'ACUITE D' (read as ACUITE D) from 'ACUITE B' (read as ACUITE B) and the short term rating to 'ACUITE D' (read as ACUITE D) from 'ACUITE A4' (read as ACUITE A four) to the Rs.8.45Cr bank facilities of Puma Hosiery Mills (PHM). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

The downgrade is on the basis of publicly available information that the company has reported about the ongoing delays in their repayments of term loan (Principal and Interest) and delays in payment of interest on cash credit facility for more than 30 days. The company has been non-cooperative with us since the past four years and has not been submitting No Default Statement (NDS) also.

About the Company

Tirupur based PHM is a partnership firm, established in 2010 by Mrs. P Sudha, Mrs. R Latha and Mr. S Jothimanikandan. It is engaged in manufacture of readymade hosiery garments (Male, Female and kidswear), which includes T-shirts, Shirts, Sweats, Pants. It is a 3 star export house (recognised by Government of India) and ISO 9001 certified. The promoters have over 3 decades experience in the garment business and have been exporting to most of the European countries over the past two and half decade, through its group company Tirupur Pandit Hosiery Mills Pvt. Ltd.

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.

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 requests.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
04 Aug 2021	Term Loan	Long Term	1.12	ACUITE B (Issuer not co-operating*)
	Packing Credit	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	0.37	ACUITE B (Issuer not co-operating*)
	Bills Discounting	Short Term	3.06	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B (Issuer not co-operating*)
06 May 2020	Cash Credit	Long Term	0.37	ACUITE B (Issuer not co-operating*)
	Term Loan	Long Term	1.12	ACUITE B (Issuer not co-operating*)
	Bills Discounting	Short Term	3.06	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.40	ACUITE B (Issuer not co-operating*)

	Packing Credit	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
14 May 2019	Packing Credit	Short Term	3.50	ACUITE A4 (Assigned)
	Term Loan	Long Term	1.12	ACUITE B Stable (Assigned)
	Cash Credit	Long Term	0.37	ACUITE B Stable (Assigned)
	Term Loan	Long Term	0.40	ACUITE B Stable (Assigned)
	Bills Discounting	Short Term	3.06	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Bank	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	3.06	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.37	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.40	ACUITE D Downgraded Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.12	ACUITE D Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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