

Press Release

Shivani Trendz Private Limited

May 15, 2020

Rating Update



Total Bank Facilities Rated	Rs. 36.00 Cr. #
Long Term Rating	ACUITE D (Downgraded from ACUITE BB /Stable) 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 D**' (read as **ACUITE D**) from '**ACUITE BB**' (read as **ACUITE double B**) on the Rs. 36.00 crore bank facilities of Shivani Trendz Private Limited (STPL). This rating is now an indicative rating and is based on best available information. The rating is downgraded on account of delay in servicing of its debt obligation.

Incorporated in 2012, STPL is a Mumbai-based company promoted by Mr. Suresh Goyal and Mr. Ajay Bhootra. The company is engaged in exporting of dyed, printed and embroidered polyester fabric madeups and garments such as scarves and burqas. STPL holds a status of 'Two Star Export House' and exports to UAE, Europe, USA, Malayasia, Sri Lanka and Africa. The company started manufacturing of fabrics with weaving capacity of 24 dual looms and capacity of manufacturing 25 lac meters per month. The company is currently undertaking 25 percent production capacity. The company procures grey cloth locally from Surat.

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 due date.

Acuite 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 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 endeavored 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
27-May-2019	Cash Credit	Long Term	30.00	ACUITE BB /Stable (Assigned)
	Term Loan	Long Term	0.87	ACUITE BB /Stable (Assigned)
	Proposed Bank Facilities	Long Term	5.13	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	30.00	ACUITE D (Downgraded from ACUITE BB /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.87	ACUITE D (Downgraded from ACUITE BB- /Stable) Issuer not co-operating*
Proposed Bank Facilities	Not Applicable	Not Applicable	Not Applicable	5.13	ACUITE D (Downgraded from ACUITE BB /Stable) Issuer not co-operating*

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

Contacts

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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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